

MORRISVILLE BOROUGH SCHOOL DISTRICT

SECTION: FINANCES

TITLE: SALES TAX

ADOPTED: May 28, 2008

REVISED:

<p>1. Authority 72 P.S. Sec. 7204(12)</p> <p>2. Guidelines</p>	<p style="text-align: center;">616.1. SALES TAX</p> <p>The Tax Reform Code of 1971, as amended provides an exemption from sales tax on the purchase of tangible personal property or services sold or used by the Commonwealth, its instrumentalities or its political subdivisions. A school district is issued a special sales tax exemption number by the Department of Revenue. It is the purpose of the Board to effect certain controls with respect to the use of this number in compliance with the Department of Revenue Regulations.</p> <p><u>Tax Exemption Number vs. Sales Tax License Number</u></p> <p>The district has been issued a Tax Exemption Number to be used when buying property or services for use by the district in connection with its activities. The exemption number is not to be used in connection with the purchase of property or services for resale. The district has obtained a Sales Tax License Number to be used when items purchased by the district or its school organizations are resold.</p> <p><u>Control Of Tax Exemption Number</u></p> <p>The district Pennsylvania Exemption Certificate shall only be issued to vendors of the school over the signature of the Business Manager or Superintendent in accordance with the Department of Revenue sales and use tax regulations.</p> <p><u>Sales Tax License Requirements</u></p> <p>It shall be the responsibility of the administration of the district to monitor activities which involve the resale of items to individuals and properly report and remit sales tax due the Department of Revenue. The Business Manager shall coordinate the accumulation of information and proper reporting and remittance to the Department of Revenue.</p>
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