

Ed Buelow, Jr., Chairman  
*and Commissioner of Revenue*

Lisa W. Davis, CPA  
*Associate Commissioner*

Russell E. Hawkins, CPA  
*Associate Commissioner*



MISSISSIPPI

STATE TAX COMMISSION

Sales Tax Division  
Post Office Box 1033  
Jackson, Mississippi 39215  
Telephone: 601-923-7015  
Fax: 601-923-7034

June 2, 2000

Mr. Robert K Davis  
Director, Tax Accounting  
University of South Alabama  
Administration Building – Room 380  
Mobile, AL 36688-0002

Dear Mr. Davis:

This is to confirm that the University of South Alabama, does qualify for sales tax exempt status pursuant to Section 27-65-111(g), Mississippi Code of 1972. This Section provides that sales of tangible personal property or services made to, "Elementary and secondary grade schools, junior and senior colleges owned and operated by a corporation or association in which no part of the earnings inures to the benefit of any private shareholder, group or individual, and which are exempt from state income taxation, provided that this exemption does not apply to sales of property or services which are not to be used in the ordinary operation of the school, or which are to be resold to the students or the public." **As a prerequisite to exemption, the sale of property or charge for services must be sold directly to, billed directly to and paid for directly by the exempt entity.**

This exemption does not apply to sales of tangible personal property or services to contractors purchased in the performance of contracts with the exempt entity, nor the employees of the exempt entity, even though said contractor or employee may be reimbursed for the expense by the exempt entity. The exemption also does not apply to Production Taxes nor Contractors Taxes levied by Sections 27-65-15 and 27-65-21, Mississippi Code of 1972, respectively.

You may provide a copy of this letter to your vendors in order to substantiate your exempt status. Should you have any other questions, feel free to contact this office at (601)923-7015.

Sincerely,

A handwritten signature in black ink, appearing to read "Carl Carlisle".

Carl Carlisle, Deputy Director  
Sales and Use Tax Bureau