



Ed Buelow, Jr., Chairman
Commissioner of Revenue

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

Lisa W. Davis, CPA
Associate Commissioner

Russell E. Hawkins, CPA
Associate Commissioner

MISSISSIPPI

STATE TAX COMMISSION

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, [redacted] quality for sales tax exempt status pursuant to Section 27-65-11(1)(a), Mississippi Code of 1972. This provision states 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 [redacted] the sale of orange juice or change for services, must be directly to, or 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 contractors or employees have been refused for [redacted] 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 [redacted] status. Should you have any other questions, feel free to contact this office at (601)923-7015.

Sincerely,

Carl Carlisle, Deputy Director

Sales and Use Tax Bureau