



MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-13-007

July 3, 2013

NOTICE TO TAXPAYERS CONCERNING SALES OF FUNDRAISING MATERIALS FOR SCHOOLS

Effective July 1, 2013, Senate Bill 2244 of the 2013 Regular Session amends Miss. Code Ann. Section 27-65-111 to exempt from sales tax the gross proceeds of sales of tangible personal property made for the sole purpose of raising funds for a school or organization affiliated with a school. An organization affiliated with a school or "affiliated organization", may include but is not limited to parent teacher organizations or booster clubs. A "school" means any public or private school that teaches courses of instruction to students in any grade from Kindergarten through Grade 12 but does not include a private school where the courses of study are limited to specialized subjects such as dance, cooking, music or sewing.

This exemption does not include sales to day cares or nurseries. Proper documentation must be retained in order to substantiate the exemption.

The exemption applies to sales beginning July 1, 2013 and does not apply to sales prior to July 1, 2013 even though the customer may be billed for sales prior to or after July 1, 2013.

Please contact the Sales and Use Tax Bureau should you need additional information.