

WHEN TO TAX

EXEMPT FROM SC TAX

Must be required for use in a course of study: Textbooks, magazines, periodicals, newspapers, books, books for continuing education.

On-line information systems, Data processing

Software, license & hardware maintenance contracts

CD Rom, etc. with educational material already on them

Band & sheet music, workbooks, plays, filmstrips, transparencies, motion picture films, audio tapes & records, recorded music.

OTHER

Sod (agriculture in nature)

Meals sold to school children

Books, magazines, newspapers, encyclopedias, and dictionaries for library use or use in the classroom

Software delivered electronically

MUST BE TAXED

NOT required for use in a course of study:

Software (canned or custom) & license to use or consume **if not delivered electronically**

Software & hardware maintenance contracts & renewals **if not delivered electronically**

Software license & renewals **if not delivered electronically**

Software delivered via Application Service Provider, whereby seller maintains the software on a website & purchaser pays to access it. (Monthly access fees)

OTHER

Musical instruments, art supplies, sports equipment, lab supplies

Repairs to textbooks

Subscriptions for Faculty

Fundraisers unless paid through PTO

Dirt and Topsoil

Newsletter (Labor is part of product therefore taxable)

Rentals and Leases, Licenses to use, or any other agreement

Warranty Contracts on initial sale of tangible personal property

Communication Services: Teleconferencing, Paging, Cable TV, Satellite Programming, Fax Services, Email Services

Freight, shipping, and delivery – NEVER TAX LABOR

Classroom supplies, manipulated devices

Blank CD's, tapes, etc.

Teachers' aids, test, test booklets, evaluation sheets, games

Dry Cleaning and Laundering Services

Assessment materials, staff dev books