

## **Sales and Use Tax Exemptions**

### **Government and Commodities Exemptions** (§58.1-609.1)

- 1 Motor Vehicle Fuels
- 2 Motor Vehicles
- 3 Gas, Electricity and Water
- 4 Federal, State and Local Governments
- 5 Aircraft
- 6 Motor Fuels for Use in Boats and Ships
- 7 Sales of Official Flags
- 8 State Board of Elections
- 9 Watercraft
- 10 Virginia Port Authority
- 11 Sales of Artwork by Prisoners
- 12 Department of Visually Handicapped
- 13 Virginia Veterans Care Center
- 14 Organization of Multiple States
- 15 Soil and Conservation Districts

### **Agricultural Exemptions** (§58.1-609.2)

- 1 Property Used in Agricultural Production
- 2 Property Used in Processing of Agricultural Commodities
- 3 Products Consumed by Farmers
- 4 Property Used by Commercial Watermen
- 5 Property Used in Feed Making
- 6 Property Used in Harvesting of Forest Products

### **Commercial and Industrial Exemptions** (§58.1-609.3)

- 1 Contractor's Temporary Storage
- 2 Manufacturing
- 3 Public Service Rail Companies
- 4 Ships and Vessels
- 5 Research and Development
- 6 Airlines
- 7 Meals Furnished to Employees
- 8 Laundry and Linen Processors
- 9 Pollution Control Equipment
- 10 Taxicab Parts
- 11 Electrostatic Duplicators
- 12 Gas and Oil Production
- 13 Virginia Commercial Space Flight Authority

## Sales and Use Tax Exemptions

### Service-related Exemptions

(§ 58.1-609.5)

- 1 (i) Services that involve sales of goods as inconsequential elements; (ii) repair services for which a separate charge is made; and (iii) Internet access
- 2 Remodeling services for property sold when there is a separate charge
- 3 Transportation charges separately stated.
- 4 Clothing alteration services separately charged
- 5 Gift wrapping services by a nonprofit organization
- 6 Modification of prewritten computer programs separately charged
- 7 Custom computer programs
- 8 Rental of lodging for more than 90 continuous days
- 9 One-half the cost of maintenance contracts that provide service and goods

### Media-related Exemptions

(§58.1-609.6)

- 1 Motion Picture Film Leasing
- 2 Broadcast Equipment
- 3 Periodicals
- 4 Catalogs
- 5 Advertising
- 6 Audiovisual Works
- 7 Book publishing facility that distributes books free of charge to educators

### Miscellaneous Exemptions

(§58.1-609.10)

- 1 Heating Fuels
- 2 Occasional Sales
- 3 Leasebacks
- 4 Interstate Commerce/Export Factor
- 5 Purchases Made with Food Stamps/WIC Vouchers
- 6 Property used in the repair of nuclear power plants outside Virginia
- 7 Professional's Provision of original, revised, edited, or copied documents to clients
- 8 School Lunches and Textbooks
- 9 Prescription Drugs
- 10 Medical Equipment
- 11 Dialysis Equipment and Supplies
- 12 Motor Vehicle Equipment for the Disabled
- 13 Typewriters/Computers for the Disabled
- 14 Nonprescription Drugs
- 15 Property Withdrawn from Inventory and Donated

### Exemptions for Nonprofit Entities

(§ 58.1-609.11)

- 1 Grandfathers entities that were already exempt (with the duty to reapply on a rolling basis)
- 2 New exemptions will be granted administratively by the Tax Department to any nonprofit entity that meets certain criteria (e.g. exempt from federal taxation under § 501 (c) (3); annual administrative costs do not exceed 40% of gross revenue)