

Comparison of Federation of Tax Administrators (FTA) Service Categories and Virginia Service Sales and Use Tax Exemptions with Revenue Impact

FTA Service Category	Comparable VA Exemption Category*	Revenue Impact of Exemption FY 1999 (Millions)***
Agricultural Services		
Soil prep., custom bailing, other agricultural service	N/A**	
Veterinary services (both large and small animals)	N/A	
Horse boarding and training (not race horses)		0.400
Pet grooming		0.900
Landscaping services (including lawn care)		20.300
Industrial and Mining Services		
Metal, non-metal and coal mining services	N/A	
Seismograph and geophysical services	N/A	
Oil field services	N/A	
Construction		
Gross income of construction contractors	N/A	
Carpentry, painting, plumbing and similar trades	N/A	
Construction services (grading, excavating, etc.)	N/A	
Water well drilling	N/A	
Transportation services		
	Transportation Charges (generally)	0.647
Income from intrastate transportation of persons		
Local transit (intra-city) buses		
Income from taxi operations		
Intrastate courier service		
Intrastate air courier (billed in-state)		

*Based solely on February 27, 2002 Presentation from Virginia Department of Taxation: Analysis of Sales and Use Tax Exemptions in Virginia

** Not reported in February 27, 2002 Presentation from Virginia Department of Taxation

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Storage	N/A	
Automotive storage	N/A	
Food storage	N/A	
Fur storage	N/A	
Household goods storage		0.400
Mini-storage	N/A	
Cold storage		3.100
Marina Service (docking, storage, cleaning, repair)	N/A	
Marine towing service (incl. Tugboats)	N/A	
Travel agent services		3.100
Packing and crating	N/A	
Utility Services - Industrial Use		
Intrastate telephone and telegraph		71.700
Interstate telephone and telegraph		64.900
Cellular telephone services		7.300
Electricity		246.646 (includes water and natural gas)
Water		
Natural gas		
Sewer and refuse, industrial	N/A	
Utility Services - Residential Use		
Intrastate telephone and telegraph		(See Utility Services - Industrial Use)
Interstate telephone and telegraph		(See Utility Services - Industrial Use)
Cellular telephone services		(See Utility Services - Industrial Use)
Electricity		(See Utility Services - Industrial Use)
Water		
Natural gas		

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Other fuel (including heating oil)	N/A	
Sewer and refuse, residential	N/A	
Finance, Insurance and Real Estate		
Service charges of banking institutions	Bank Service Charges Safe Deposit Box Rental	18.300 0.500
Insurance services	N/A	
Investment counseling	N/A	
Loan broker fees	N/A	
Property sales agents (real estate or personal)	N/A	
Real estate management fees (rental agents)	N/A	
Real estate title abstract services	N/A	
Ticker tape reporting (financial reporting)	N/A	
	Nonbank Service Charges	0.400
	Insurance Premiums	244.200
Services - Personal Services		
Barber shops and beauty parlors		19.800
Carpet and upholstery cleaning		1.400
Dating Services	N/A	
Debt Counseling	N/A	
Income from funeral services		9.100
Fishing and hunting guide services	N/A	
Garment services (altering and repairing)		0.013
Health clubs, tanning parlors, reducing salons	N/A	
Laundry and dry cleaning services, coin-operated		2.600
Laundry and dry cleaning services, non-coin-operated		13.200
Massage services	N/A	
900 Number services		0.800
Person instruction (dance, golf, tennis, etc.)	N/A	
Shoe repair		0.000
Swimming pool cleaning and maintenance	N/A	
Tax return preparation		1.800
Water softening and conditioning	N/A	

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Services - Business Services		
Sales of advertising time or space:		minimal
Billboards		
Radio and television, national advertising		
Radio and television, local advertising		
Newspapers		
Magazines		
Advertising Agency fees (not ad placement)	N/A	
Armored car services		12.400 (including PI/detective services)
Bail bond fees	N/A	
Check and debt collection		2.300
Commercial art and graphic design	N/A	
Credit information, credit bureaus		2.300
Employment agencies	N/A	
Interior design and decorating	N/A	
Maintenance and janitorial services		26.200
Lobbying and consulting	N/A	
Marketing	N/A	
Packing and crating	N/A	
Exterminating (includes termite services)		5.200
Photo finishing	N/A	
Private investigation (detective) services		See armored car services
Process server fees	N/A	
Public relations, management consulting	N/A	
Secretarial and court reporting services	N/A	
Security services		4.400
Telemarketing services on contract	N/A	
Telephone answering service		1.800
Temporary help agencies	N/A	
Test laboratories (excluding medical)	N/A	
Tire recapping and repairing	N/A	
Window cleaning	N/A	

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Computer		
Software - modifications to canned program		68.889 (includes all software)
Software - custom programs - material		
Software - custom programs - professional service		
Information services	N/A	
Data processing services	N/A	
Mainframe computer access and processing service	N/A	
Automotive Services		
Automotive washing and waxing		0.000
Automotive road service and towing services	N/A	
Auto service, except repairs, including painting & lube	N/A	
Parking lots and garages		6.900
Automotive rustproofing and undercoating	N/A	
Admissions and Amusements		
Pari-mutuel racing events	N/A	
Amusement park admission and rides		4.900
Billiard parlors	N/A	
Bowling alleys		2.600
Cable TV services		25.100
Circuses and fairs - admission and games	N/A	
Coin-operated video games	N/A	
Admission to school and college sports events	N/A	
Membership fees in private clubs	N/A	
Admission to cultural events	N/A	
Pinball and other mechanical amusements	N/A	
Admission to professional sports events	N/A	
Rental of films and tapes by theaters		2.201
	Auto Racing Events	0.500
	Movie Theaters	5.100

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Professional Services		
Accounting and bookkeeping		23.600
Attorneys		71.300
Engineers		108.400
Land Surveying		7.900
Medical test laboratories	N/A	
Dentists	Health Professionals	253.500
Nursing services (out of hospital)		(See Health Professionals)
Physicians		(See Health Professionals)
Fabrication, Installation and Repair Services	Labor charges	minimal
Repair labor, generally		
Labor charges on repair of aircraft		
Labor charges - repairs to interstate vessels		
Labor charges - repairs to intrastate vessels		
Labor - repairs to commercial fishing vessels		
Labor charges on repairs to railroad rolling stock		
Labor charges on repairs to motor vehicles		
Labor on radio/TV repairs; other electronic equipment		
Labor charges - repairs other tangible property		
Labor - repairs or remodeling of real property		
Installation charges by persons selling property	N/A	
Installation charges - other than seller of goods	N/A	
Taxidermy	N/A	
Welding labor (fabrication and repair)	N/A	