SECTION 7: ACQUISITION PROCEDURES

SUBJECT: TAX EXEMPTIONS Procedure #7.2.6

POLICY

Purchase transactions may raise questions about the applicability of State Sales Tax and Federal Excise Tax. Generally speaking, the University does pay State Sales Tax to vendors or use tax to the State Department of Revenue if the vendor does not collect Washington State Sales Tax. Sales/Use tax is not paid if the items purchased are for resale, and the sales tax is collected at the point of sale, such as public cash sales of food in the food service units on campus.