

January 27, 2006

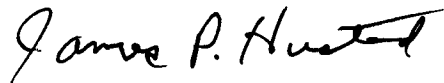
Tisha S. Campbell  
Iowa State University  
Purchasing Dept.  
3616 Administrative Svcs. Bldg.  
Ames, Iowa 50011-3616

RE: Sales to Educational Institutions.

Dear Ms. Campbell:

I am writing in response to your letter inquiring about the Idaho sales tax exemption for sales to educational institutions. Such sales are exempt pursuant to Idaho Code § 63-3622O. To qualify for the exemption the sale must be made directly to the university. If a sale is made to an employee the sale is taxable even if the employee is reimbursed for the expense. If the purchase is made with a credit card that will bill the charge to the university it will still qualify for the exemption.

Sincerely,



James P. Husted  
Tax Policy Specialist