INFORMATION BULLETIN 10. THIS TAXPAYER IDENTIFICATION NUMBER MAY BE USED ON SALES TAX EXEMPTION CERTIFICATES (ST-105) WHEN MAKING QUALIFIED PURCHASES.

I. PURCHASES BY NOT-FOR-PROFIT ORGANIZATIONS.

A. PURCHASES FOR OWN USE.

1. IN ORDER TO QUALIFY FOR SALES TAX EXEMPTION ON PURCHASES AS A NOT-FOR-PROFIT ORGANIZATION, THE FOLLOWING CONDITIONS MUST PREVAIL:

a. THE ORGANIZATION MUST BE DESCRIBED IN I.C. 6-21-3-19, 6-21-3-20, 6-21-3-21, 6-21-3-22. THIS INCLUDES ORGANIZATIONS ORGANIZED AND OPERATED EXCLUSIVELY FOR ONE OR MORE OF THE FOLLOWING PURPOSES:

   RELIGIOUS  FRATERNAL  LITERARY
   CHARITABLE  EDUCATIONAL  CIVIC
   SCIENTIFIC

b. ALSO INCLUDED ARE THE FOLLOWING SPECIFICALLY NAMED NOT-FOR-PROFIT ORGANIZATIONS:

   LABOR UNIONS  PUBLIC SCHOOLS
   LICENSED HOSPITALS  PAROCHIAL SCHOOLS
   CHURCHES  PENSION TRUSTS
   MONASTERIES  BUSINESS LEAGUES
   CONVENTS  STUDENT COOPERATIVE HOUSING

c. THE ARTICLE PURCHASED MUST BE USED FOR THE SAME PURPOSE AS THAT FOR WHICH THE ORGANIZATION IS BEING EXEMPTED. PURCHASES FOR THE PRIVATE BENEFIT OF ANY MEMBER OF THE ORGANIZATION OR FOR ANY OTHER INDIVIDUAL ARE NOT ELIGIBLE FOR EXEMPTION.

   PURCHASES USED FOR SOCIAL PURPOSES ARE NEVER EXEMPT.

d. THE FACT THAT AN ORGANIZATION IS BEING EXEMPTED BY THE FEDERAL GOVERNMENT OR BY THE STATE OF INDIANA FOR INCOME TAX PURPOSES DOES NOT NECESSARILY MEAN THAT A PURCHASE MADE BY A NOT-FOR-PROFIT ORGANIZATION IS EXEMPT.

B. PURCHASE FOR RESALE.

   TANGIBLE PERSONAL PROPERTY PURCHASED FOR RESALE BY NOT-FOR-PROFIT ORGANIZATIONS IS ELIGIBLE FOR SALES TAX EXEMPTION.

C. PURCHASES BY SOCIAL ORGANIZATIONS.

   PURCHASES OF TANGIBLE PERSONAL PROPERTY BY ORGANIZATIONS ORGANIZED AND OPERATED PREDOMINANTLY FOR SOCIAL PURPOSES ARE NOT EXEMPT. IF OVER FIFTY PERCENT (50%) OF ITS EXPENDITURES ARE FOR, OR RELATED TO, SOCIAL ACTIVITIES SUCH AS FOOD AND BEVERAGE SERVICES, GOLF COURSES, SWIMMING POOLS, DANCES, PARTIES, AND OTHER SOCIAL ACTIVITIES, THE ORGANIZATION WILL BE CONSIDERED TO BE PREDOMINANTLY ORGANIZED AND OPERATED FOR SOCIAL PURPOSES.