

KANSAS DEPARTMENT OF REVENUE
RESALE EXEMPTION CERTIFICATE

The undersigned **Kansas retailer** certifies that the tangible personal property purchased from:

Seller: Fairbank Equipment Inc
Business Name

Address: PO Box 13237 Wichita KS 67213
Street, RR or P. O. Box City State Zip + 4

will be resold by me in the form of tangible personal property. I hereby certify that I hold valid Kansas sales tax registration number

_____, and I am in the business of selling _____
(Attach copy of certificate)

(Description of product(s) sold - food, clothing, furniture, etc.)

Description of tangible personal property purchased:

I understand and agree that if the items purchased with this certificate are used for any purpose other than retention, demonstration, or display while being held for sale in the regular course of business, I am required to report and pay the sales tax, based upon the purchase price of the items.

Purchaser: _____
Kansas Retailer Name

Address: _____
Street, RR or P.O. Box City State Zip + 4

Authorized Signature: _____ Date: _____

THIS CERTIFICATE IS NOT VALID UNLESS COMPLETED IN ITS ENTIRETY.

WHO MAY USE THIS CERTIFICATE?

Only those businesses that are registered to collect Kansas sales tax and provide their valid Kansas sales tax number on this form may use this certificate to purchase inventory without tax. A copy of the buyer's Kansas certificate of sales tax registration may be attached to this form to verify the number given. See also "Resale Exemption Certificate Requirements" on page 2 of this booklet.

Non-profit groups and organizations will also use this certificate when buying items to be resold at a fund raising event, provided they have a temporary or permanent Kansas sales tax number issued by the Kansas Department of Revenue.

Wholesalers and buyers from other states not registered in Kansas should use the multi-jurisdiction exemption certificate on page 20 to purchase their inventory. HOWEVER, if the inventory item purchased by an out-of-state buyer is drop shipped to a Kansas location, the out-of-state buyer must provide a Kansas sales tax number, either on this certificate or the multi-jurisdiction exemption certificate, for the sale to be exempt.

Contractors, subcontractors, or repairmen may NOT use this certificate to purchase their materials, parts, or tools. Retailer/Contractors (defined on page 7) should use the Retailer/Contractor exemption certificate on page 35 to purchase their inventory.

WHAT PURCHASES ARE EXEMPT?

Only goods or merchandise intended for resale (inventory) are exempt. Tools, equipment, fixtures, supplies, and other items purchased for business or personal use are TAXABLE since the buyer is the final consumer of the property.

The items purchased with this certificate must correspond to the type of business buying them. For example, a retail clothing store may only reasonably purchase items of wearing apparel and accessories with this certificate. All other kinds of items are not usually sold by a clothing store to their customers and, therefore, cannot be purchased with this certificate. Refer to the example on page 3 of this booklet.

LABOR SERVICES

This certificate applies ONLY to items of tangible personal property. A contractor may not use an exemption certificate to purchase the labor services of another contractor or subcontractor. Taxable labor services performed by a contractor CANNOT be purchased exempt from sales tax unless a valid project exemption certificate has been provided. Refer to pages 7 and 8 of this booklet.