

Taxability Matrix

State:

Completed by:

E-mail address:

Phone number:

How does your state tax services? Check the option below that applies:

Services are exempt unless specifically taxed in statute. (Complete Part 3, Section A)

All services are taxable unless specifically exempted in statute. (Complete Part 3, Section B)

Part One: Library of Definitions. Each of the items listed in the chart are defined in the Library of Definitions in the Streamlined Sales Tax Agreement adopted November 12, 2002. Refer to Appendix C of the Streamlined Sales Tax Agreement for each definition. Complete each line to indicate the treatment of each definition in your state. If the definition does not apply, or if there is no statute cite in your state, enter “NA” in the space provided.

Administrative definitions			
Sales price (identify how the options listed below are treated in your state)	Included in sales price	Excluded from sales price	Statute Cite
• Services necessary to complete the sale other than delivery and installation			
• Delivery charges			
• Installation charges			
• Exempt personal property bundled with taxable personal property			
• Credit for trade-in			
Clothing and related products	Taxable	Exempt	Statute Cite
Clothing			
Clothing accessories or equipment			
Protective equipment			
Sport or recreational equipment			
Computer related products	Taxable	Exempt	Statute Cite
Computer			
Computer software (not prewritten)			
Computer software (not prewritten) delivered electronically			
Computer software (not prewritten) delivered via load and leave			
Prewritten computer software			
Prewritten computer software delivered electronically			
Prewritten computer software delivered via load and leave			

Part One: Library of Definitions

Definition			
Food and related products	Taxable	Exempt	Statute Cite
Alcoholic beverages			
Candy			
Dietary supplements			
Food and food ingredients			
Food sold through vending machines			
Soft drinks			
Tobacco			
Prepared food – indicate whether prepared food is taxable or exempt			
Prepared food options - indicate whether the following options are included or excluded from the definition of prepared food.	Included in the definition	Excluded from the definition	Statute Cite
<ul style="list-style-type: none"> Food sold without eating utensils by a seller whose primary NAICS classification is manufacturing in sector 311, except subsector 3118 (bakeries) 			
<ul style="list-style-type: none"> Food sold without eating utensils in an unheated state by weight or volume as a single item 			
<ul style="list-style-type: none"> Bakery items sold without eating utensils, including bread, rolls, buns, biscuits, bagels, croissants, pastries, donuts, Danish, cakes, tortes, pies, tarts, muffins, bars, cookies, tortillas 			
Health-care products			
Drugs (indicate how the options listed below are treated in your state)	Taxable	Exempt	Statute Cite
<ul style="list-style-type: none"> Drugs for human use without a prescription 			
<ul style="list-style-type: none"> Drugs for human use with a prescription 			
<ul style="list-style-type: none"> Drugs for animal use without a prescription 			
<ul style="list-style-type: none"> Drugs for animal use with a prescription 			
<ul style="list-style-type: none"> Insulin without a prescription 			
<ul style="list-style-type: none"> Insulin with a prescription 			
<ul style="list-style-type: none"> Medical oxygen without a prescription 			
<ul style="list-style-type: none"> Medical oxygen with a prescription 			
<ul style="list-style-type: none"> Over-the-counter drugs 			
<ul style="list-style-type: none"> Grooming and hygiene products 			
<ul style="list-style-type: none"> Drugs and prescription drugs to hospitals and other medical facilities 			
<ul style="list-style-type: none"> Taxable and nontaxable drugs bundled together 			

Part One: Library of Definitions

Definition			
Health care products (continued)	Taxable	Exempt	Statute Cite
Durable medical equipment (if some, but not all durable medical equipment is taxable, indicate how the options listed below are treated in your state)			
• Durable medical equipment not for home use with a prescription			
• Durable medical equipment not for home use paid for or reimbursed by Medicare or Medicaid			
• Durable medical equipment for home use without a prescription			
• Durable medical equipment for home use with a prescription			
• Durable medical equipment for home use paid for or reimbursed by Medicare or Medicaid			
Mobility enhancing equipment (if some, but not all mobility enhancing equipment is taxable, indicate how the options listed below are treated in your state)			
• Mobility enhancing equipment with a prescription			
• Mobility enhancing equipment paid for or reimbursed by Medicare or Medicaid			
Prosthetic devices (if some, but not all prosthetic devices are taxable, indicate how the options listed below are treated in your state)			
• Corrective eyeglasses without a prescription			
• Corrective eyeglasses with a prescription			
• Corrective eyeglasses paid for or reimbursed by Medicare or Medicaid			
• Contact lenses without a prescription			
• Contact lenses with a prescription			
• Contact lenses paid for or reimbursed by Medicare or Medicaid			
• Hearing aids without a prescription			
• Hearing aids with a prescription			
• Hearing aids paid for or reimbursed by Medicare or Medicaid			
• Dental prosthesis without a prescription			
• Dental prosthesis with a prescription			
• Dental prosthesis paid for or reimbursed by Medicare or Medicaid			

