

Sales-Tax-Free Shopping is coming to North Carolina August 4-6, 2006

Are You and Your Employees Ready?

This tax-exempt weekend applies to both state and local sales and use tax.

This form will help you get ready by providing the information you need for a smooth and trouble-free weekend. See the inside of this poster for the Department of Revenue's list of taxed and not-taxed items. Place this poster at your registers to help employees and customers identify tax-free items.

Extra posters are available free to NCRMA members. Just call: **(800) 662-7211** to request additional copies.





The following is a list of taxed and not-taxed items for the Sales Tax Holiday, August 4-6, 2006

This poster provides information on the application of sales and use tax for the sales holiday period provided by G.S. 105-164.13C. During the sales tax holiday period, retail sales of specified articles of tangible personal property are exempt from both state and local sales and use tax.

Holiday Period

The sales tax holiday begins immediately after midnight **Thursday**, which is **12:01 a.m.** on **Friday, August 4th** and runs through **11:59 p.m.** on **Sunday, August 6th, 2006.**

Items Are Grouped by Category

Clothing Items Not-Taxed

(\$100 or less per item) For example:

Aprons, <i>household and shop</i>	Footlets	Rainwear
Athletic supporters	Formal Wear (<i>rentals are not eligible</i>)	Rubber pants
Baby receiving blankets	Garters and garter belts	Sandals
Bandannas	Girdles	Scarves
Bathing suits and caps	Gloves and mittens (<i>for general use</i>)	Shoes and shoelaces
Beach capes and coats	Hats and caps	Slippers
Belts and suspenders	Hosiery	Sneakers
Boots	Insoles for shoes	Socks and stockings
Coats, jackets, capes and wraps	Jogging suits	Steel-toed shoes
Costumes (<i>does not include costume masks sold separately</i>)	Lab coats	Underwear
Diapers (<i>children and adult, including disposables</i>)	Leotards and tights	Uniforms (<i>athletic, non-athletic and non-business use</i>)
Earmuffs	Neckties	Wedding apparel (<i>rentals not eligible</i>)
	Overshoes	
	Pantyhose	

Sport or Recreational Equipment Not-Taxed

(\$50 or less per item) For example:

Ballet and tap shoes	Mouth guards
Cleated or spiked athletic shoes	Roller and ice skates
Gloves (<i>baseball, bowling, boxing, hockey, golf, etc</i>)	Shin guards
Goggles	Shoulder pads
Hand and elbow guards	Ski boots
Helmets (<i>bicycle, skating, baseball, etc.</i>)	Waders
Life preservers and vests	Wetsuits and fins

Certain School Supplies Not-Taxed

(\$100 or less per item and classroom or home use)

Only the following items will not be taxed:

Binders	Highlighters	Protractors
Blackboard chalk	Index cards & index card boxes	Reference books (<i>encyclopedias, dictionaries, thesaurus, etc.</i>)
Book bags	Legal pads	Reference maps and globes
Calculators	Lunch boxes	Rulers
Cellophane tape	Markers	Scissors
Clay and glazes	Notebooks	Sketch and drawing pads
Compasses	Paintbrushes for artwork	Textbooks (<i>used for teaching in k-12 or higher learning</i>)
Composition books	Paints (acrylic, tempora and oil)	Watercolors
Crayons	Paper	Workbooks
Erasers	Pencils & pencil boxes	Writing tablets
Folders	Pencil sharpeners	
Glue, paste and paste sticks	Pens	

Computers Not-Taxed

(\$3,500 or less per item)

Computers — computer parts, such as computer monitors, keyboards, mouse, speakers and cables for these items **are not taxed** when **sold in conjunction** with a central processing unit.

Certain Computer Supplies Not-Taxed

(\$250 or less per item) Only the following items will not be taxed:

Computer Storage Media (diskettes, compact discs)	PDA's (excluding cell phones)
Handheld electronic schedulers (excluding cell phones)	Printers and Printer Supplies (paper and ink)

Taxed Items

For example:

Clothing Accessories

Cosmetics
Hair notions (*including barrettes, hair bows, hairnets*)
Handbags
Handkerchiefs
Jewelry
Sunglasses, *nonprescription*
Umbrellas
Wallets
Watches
Wigs and hair pieces

Computer parts, such as computer monitors, keyboards, speakers, mouse and cables *are taxed* when **not sold with a central processing unit)**

Canned computer software

Novels and other non-educational reading materials

Bedspreads and sheets

Lofts

Refrigerators

Protective Equipment

Breathing masks
Ear and hearing protection
Face shields
Finger guards
Hard hats
Print or dust respirators
Protective gloves
Safety glasses and goggles
Safety belts
Tool belts
Uniforms (*business use*)
Welders' gloves and masks



North Carolina Retail Merchants Assn.
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Raleigh, North Carolina 27619

For More Information



For more information call the North Carolina Department of Revenue at **1-877-252-3052**.



Visit our website at **www.ncrma.org** or the Revenue Department's website at **www.dor.state.nc.us** for forms and other information.



For a detailed written response to a question, write the:

North Carolina Department of Revenue
Taxpayer Assistance Division
P.O. Box 25000
Raleigh NC 27640