

H. B. 2900

(By Delegates Miley, Trecoast and Hamrick)

[Introduced February 24, 2015; referred to the
Committee on Industry and Labor then Finance.]

**FISCAL
NOTE**

A BILL to amend and reenact §11-15-9 of the Code of West Virginia, 1931, as amended, relating to exempting certified professional estimator services from consumer sales and service tax; and defining a term.

Be it enacted by the Legislature of West Virginia:

That §11-15-9 of the Code of West Virginia, 1931, as amended, be amended and reenacted to read as follows:

ARTICLE 15. CONSUMERS SALES AND SERVICE TAX.

§11-15-9. Exemptions.

(a) *Exemptions for which exemption certificate may be issued.* — A person having a right or claim to any exemption set forth in this subsection may, in lieu of paying the tax imposed by this article and filing a claim for refund, execute a certificate of exemption, in the form required by the Tax Commissioner, and deliver it to the vendor of the property or service in the manner required by the Tax Commissioner. However, the Tax Commissioner may, by rule, specify those exemptions

1 authorized in this subsection for which exemption certificates are not required. The following sales
2 of tangible personal property and services are exempt as provided in this subsection:

3 (1) Sales of gas, steam and water delivered to consumers through mains or pipes and sales
4 of electricity;

5 (2) Sales of textbooks required to be used in any of the schools of this state or in any
6 institution in this state which qualifies as a nonprofit or educational institution subject to the West
7 Virginia Department of Education and the Arts, the Board of Trustees of the University System of
8 West Virginia or the board of directors for colleges located in this state;

9 (3) Sales of property or services to this state, its institutions or subdivisions, governmental
10 units, institutions or subdivisions of other states: *Provided*, That the law of the other state provides
11 the same exemption to governmental units or subdivisions of this state and to the United States,
12 including agencies of federal, state or local governments for distribution in public welfare or relief
13 work;

14 (4) Sales of vehicles which are titled by the Division of Motor Vehicles and which are subject
15 to the tax imposed by section four, article three, chapter seventeen-a of this code or like tax;

16 (5) Sales of property or services to churches which make no charge whatsoever for the
17 services they render: *Provided*, That the exemption granted in this subdivision applies only to
18 services, equipment, supplies, food for meals and materials directly used or consumed by these
19 organizations and does not apply to purchases of gasoline or special fuel;

20 (6) Sales of tangible personal property or services to a corporation or organization which has
21 a current registration certificate issued under article twelve of this chapter, which is exempt from
22 federal income taxes under Section 501(c)(3) or (c)(4) of the Internal Revenue Code of 1986, as

1 amended, and which is:

2 (A) A church or a convention or association of churches as defined in Section 170 of the
3 Internal Revenue Code of 1986, as amended;

4 (B) An elementary or secondary school which maintains a regular faculty and curriculum and
5 has a regularly enrolled body of pupils or students in attendance at the place in this state where its
6 educational activities are regularly carried on;

7 (C) A corporation or organization which annually receives more than one half of its support
8 from any combination of gifts, grants, direct or indirect charitable contributions or membership fees;

9 (D) An organization which has no paid employees and its gross income from fundraisers, less
10 reasonable and necessary expenses incurred to raise the gross income (or the tangible personal
11 property or services purchased with the net income), is donated to an organization which is exempt
12 from income taxes under Section 501(c)(3) or (c)(4) of the Internal Revenue Code of 1986, as
13 amended;

14 (E) A youth organization, such as the Girl Scouts of the United States of America, the Boy
15 Scouts of America or the YMCA Indian Guide/Princess Program and the local affiliates thereof,
16 which is organized and operated exclusively for charitable purposes and has as its primary purpose
17 the nonsectarian character development and citizenship training of its members;

18 (F) For purposes of this subsection:

19 (i) The term "support" includes, but is not limited to:

20 (I) Gifts, grants, contributions or membership fees;

21 (II) Gross receipts from fundraisers which include receipts from admissions, sales of
22 merchandise, performance of services or furnishing of facilities in any activity which is not an

1 unrelated trade or business within the meaning of Section 513 of the Internal Revenue Code of 1986,
2 as amended;

3 (III) Net income from unrelated business activities, whether or not the activities are carried
4 on regularly as a trade or business;

5 (IV) Gross investment income as defined in Section 509(e) of the Internal Revenue Code of
6 1986, as amended;

7 (V) Tax revenues levied for the benefit of a corporation or organization either paid to or
8 expended on behalf of the organization; and

9 (VI) The value of services or facilities (exclusive of services or facilities generally furnished
10 to the public without charge) furnished by a governmental unit referred to in Section 170(c)(1) of
11 the Internal Revenue Code of 1986, as amended, to an organization without charge. This term does
12 not include any gain from the sale or other disposition of property which would be considered as gain
13 from the sale or exchange of a capital asset or the value of an exemption from any federal, state or
14 local tax or any similar benefit;

15 (ii) The term "charitable contribution" means a contribution or gift to or for the use of a
16 corporation or organization, described in Section 170(c)(2) of the Internal Revenue Code of 1986,
17 as amended; and

18 (iii) The term "membership fee" does not include any amounts paid for tangible personal
19 property or specific services rendered to members by the corporation or organization;

20 (G) The exemption allowed by this subdivision does not apply to sales of gasoline or special
21 fuel or to sales of tangible personal property or services to be used or consumed in the generation
22 of unrelated business income as defined in Section 513 of the Internal Revenue Code of 1986, as

1 amended. The exemption granted in this subdivision applies only to services, equipment, supplies
2 and materials used or consumed in the activities for which the organizations qualify as tax-exempt
3 organizations under the Internal Revenue Code and does not apply to purchases of gasoline or special
4 fuel;

5 (7) An isolated transaction in which any taxable service or any tangible personal property is
6 sold, transferred, offered for sale or delivered by the owner of the property or by his or her
7 representative for the owner's account, the sale, transfer, offer for sale or delivery not being made
8 in the ordinary course of repeated and successive transactions of like character by the owner or on
9 his or her account by the representative: *Provided*, That nothing contained in this subdivision may
10 be construed to prevent an owner who sells, transfers or offers for sale tangible personal property in
11 an isolated transaction through an auctioneer from availing himself or herself of the exemption
12 provided in this subdivision, regardless of where the isolated sale takes place. The Tax
13 Commissioner may propose a legislative rule for promulgation pursuant to article three, chapter
14 twenty-nine-a of this code which he or she considers necessary for the efficient administration of this
15 exemption;

16 (8) Sales of tangible personal property or of any taxable services rendered for use or
17 consumption in connection with the commercial production of an agricultural product the ultimate
18 sale of which is subject to the tax imposed by this article or which would have been subject to tax
19 under this article: *Provided*, That sales of tangible personal property and services to be used or
20 consumed in the construction of or permanent improvement to real property and sales of gasoline
21 and special fuel are not exempt: *Provided, however*, That nails and fencing may not be considered
22 as improvements to real property;

1 (9) Sales of tangible personal property to a person for the purpose of resale in the form of
2 tangible personal property: *Provided*, That sales of gasoline and special fuel by distributors and
3 importers is taxable except when the sale is to another distributor for resale: *Provided, however*,
4 That sales of building materials or building supplies or other property to any person engaging in the
5 activity of contracting, as defined in this article, which is to be installed in, affixed to or incorporated
6 by that person or his or her agent into any real property, building or structure is not exempt under
7 this subdivision;

8 (10) Sales of newspapers when delivered to consumers by route carriers;

9 (11) Sales of drugs, durable medical goods, mobility-enhancing equipment and prosthetic
10 devices dispensed upon prescription and sales of insulin to consumers for medical purposes. The
11 amendment to this subdivision shall apply to sales made after December 31, 2003;

12 (12) Sales of radio and television broadcasting time, preprinted advertising circulars and
13 newspaper and outdoor advertising space for the advertisement of goods or services;

14 (13) Sales and services performed by day care centers;

15 (14) Casual and occasional sales of property or services not conducted in a repeated manner
16 or in the ordinary course of repetitive and successive transactions of like character by a corporation
17 or organization which is exempt from tax under subdivision (6) of this subsection on its purchases
18 of tangible personal property or services. For purposes of this subdivision, the term "casual and
19 occasional sales not conducted in a repeated manner or in the ordinary course of repetitive and
20 successive transactions of like character" means sales of tangible personal property or services at
21 fundraisers sponsored by a corporation or organization which is exempt, under subdivision (6) of this
22 subsection, from payment of the tax imposed by this article on its purchases when the fundraisers

1 are of limited duration and are held no more than six times during any twelve-month period and
2 "limited duration" means no more than eighty-four consecutive hours: *Provided*, That sales for
3 volunteer fire departments and volunteer school support groups, with duration of events being no
4 more than eighty-four consecutive hours at a time, which are held no more than eighteen times in
5 a twelve-month period for the purposes of this subdivision are considered "casual and occasional
6 sales not conducted in a repeated manner or in the ordinary course of repetitive and successive
7 transactions of a like character";

8 (15) Sales of property or services to a school which has approval from the Board of Trustees
9 of the University System of West Virginia or the Board of Directors of the State College System to
10 award degrees, which has its principal campus in this state and which is exempt from federal and
11 state income taxes under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended:
12 *Provided*, That sales of gasoline and special fuel are taxable;

13 (16) Sales of lottery tickets and materials by licensed lottery sales agents and lottery retailers
14 authorized by the state Lottery Commission, under the provisions of article twenty-two, chapter
15 twenty-nine of this code;

16 (17) Leases of motor vehicles titled pursuant to the provisions of article three, chapter
17 seventeen-a of this code to lessees for a period of thirty or more consecutive days;

18 (18) Notwithstanding the provisions of section eighteen or eighteen-b of this article or any
19 other provision of this article to the contrary, sales of propane to consumers for poultry house heating
20 purposes, with any seller to the consumer who may have prior paid the tax in his or her price, to not
21 pass on the same to the consumer, but to make application and receive refund of the tax from the Tax
22 Commissioner pursuant to rules which are promulgated after being proposed for legislative approval

1 in accordance with chapter twenty-nine-a of this code by the Tax Commissioner;

2 (19) Any sales of tangible personal property or services purchased and lawfully paid for with
3 food stamps pursuant to the federal food stamp program codified in 7 U. S. C. §2011, *et seq.*, as
4 amended, or with drafts issued through the West Virginia special supplement food program for
5 women, infants and children codified in 42 U. S. C. §1786;

6 (20) Sales of tickets for activities sponsored by elementary and secondary schools located
7 within this state;

8 (21) Sales of electronic data processing services and related software: *Provided*, That, for
9 the purposes of this subdivision, "electronic data processing services" means:

10 (A) The processing of another's data, including all processes incident to processing of data
11 such as keypunching, keystroke verification, rearranging or sorting of previously documented data
12 for the purpose of data entry or automatic processing and changing the medium on which data is
13 sorted, whether these processes are done by the same person or several persons; and

14 (B) Providing access to computer equipment for the purpose of processing data or examining
15 or acquiring data stored in or accessible to the computer equipment;

16 (22) Tuition charged for attending educational summer camps;

17 (23) Dispensing of services performed by one corporation, partnership or limited liability
18 company for another corporation, partnership or limited liability company when the entities are
19 members of the same controlled group or are related taxpayers as defined in Section 267 of the
20 Internal Revenue Code. "Control" means ownership, directly or indirectly, of stock, equity interests
21 or membership interests possessing fifty percent or more of the total combined voting power of all
22 classes of the stock of a corporation, equity interests of a partnership or membership interests of a

1 limited liability company entitled to vote or ownership, directly or indirectly, of stock, equity
2 interests or membership interests possessing fifty percent or more of the value of the corporation,
3 partnership or limited liability company;

4 (24) Food for the following are exempt:

5 (A) Food purchased or sold by a public or private school, school-sponsored student
6 organizations or school-sponsored parent-teacher associations to students enrolled in the school or
7 to employees of the school during normal school hours; but not those sales of food made to the
8 general public;

9 (B) Food purchased or sold by a public or private college or university or by a student
10 organization officially recognized by the college or university to students enrolled at the college or
11 university when the sales are made on a contract basis so that a fixed price is paid for consumption
12 of food products for a specific period of time without respect to the amount of food product actually
13 consumed by the particular individual contracting for the sale and no money is paid at the time the
14 food product is served or consumed;

15 (C) Food purchased or sold by a charitable or private nonprofit organization, a nonprofit
16 organization or a governmental agency under a program to provide food to low-income persons at
17 or below cost;

18 (D) Food sold by a charitable or private nonprofit organization, a nonprofit organization or
19 a governmental agency under a program operating in West Virginia for a minimum of five years to
20 provide food at or below cost to individuals who perform a minimum of two hours of community
21 service for each unit of food purchased from the organization;

22 (E) Food sold in an occasional sale by a charitable or nonprofit organization, including

1 volunteer fire departments and rescue squads, if the purpose of the sale is to obtain revenue for the
2 functions and activities of the organization and the revenue obtained is actually expended for that
3 purpose;

4 (F) Food sold by any religious organization at a social or other gathering conducted by it or
5 under its auspices, if the purpose in selling the food is to obtain revenue for the functions and
6 activities of the organization and the revenue obtained from selling the food is actually used in
7 carrying out those functions and activities: *Provided*, That purchases made by the organizations are
8 not exempt as a purchase for resale; or

9 (G) Food sold by volunteer fire departments and rescue squads that are exempt from federal
10 income taxes under Section 501(c)(3) or (c)(4) of the Internal Revenue Code of 1986, as amended,
11 when the purpose of the sale is to obtain revenue for the functions and activities of the organization
12 and the revenue obtained is exempt from federal income tax and actually expended for that purpose;

13 (25) Sales of food by little leagues, midget football leagues, youth football or soccer leagues,
14 band boosters or other school or athletic booster organizations supporting activities for grades
15 kindergarten through twelve and similar types of organizations, including scouting groups and
16 church youth groups, if the purpose in selling the food is to obtain revenue for the functions and
17 activities of the organization and the revenues obtained from selling the food is actually used in
18 supporting or carrying on functions and activities of the groups: *Provided*, That the purchases made
19 by the organizations are not exempt as a purchase for resale;

20 (26) Charges for room and meals by fraternities and sororities to their members: *Provided*,
21 That the purchases made by a fraternity or sorority are not exempt as a purchase for resale;

22 (27) Sales of or charges for the transportation of passengers in interstate commerce;

1 (28) Sales of tangible personal property or services to any person which this state is
2 prohibited from taxing under the laws of the United States or under the Constitution of this state;

3 (29) Sales of tangible personal property or services to any person who claims exemption from
4 the tax imposed by this article or article fifteen-a of this chapter pursuant to the provision of any
5 other chapter of this code;

6 (30) Charges for the services of opening and closing a burial lot;

7 (31) Sales of livestock, poultry or other farm products in their original state by the producer
8 of the livestock, poultry or other farm products or a member of the producer's immediate family who
9 is not otherwise engaged in making retail sales of tangible personal property; and sales of livestock
10 sold at public sales sponsored by breeders or registry associations or livestock auction markets:
11 *Provided*, That the exemptions allowed by this subdivision may be claimed without presenting or
12 obtaining exemption certificates provided the farmer maintains adequate records;

13 (32) Sales of motion picture films to motion picture exhibitors for exhibition if the sale of
14 tickets or the charge for admission to the exhibition of the film is subject to the tax imposed by this
15 article and sales of coin-operated video arcade machines or video arcade games to a person engaged
16 in the business of providing the machines to the public for a charge upon which the tax imposed by
17 this article is remitted to the Tax Commissioner: *Provided*, That the exemption provided in this
18 subdivision may be claimed by presenting to the seller a properly executed exemption certificate;

19 (33) Sales of aircraft repair, remodeling and maintenance services when the services are to
20 an aircraft operated by a certified or licensed carrier of persons or property, or by a governmental
21 entity, or to an engine or other component part of an aircraft operated by a certificated or licensed
22 carrier of persons or property, or by a governmental entity and sales of tangible personal property

1 that is permanently affixed or permanently attached as a component part of an aircraft owned or
2 operated by a certificated or licensed carrier of persons or property, or by a governmental entity, as
3 part of the repair, remodeling or maintenance service and sales of machinery, tools or equipment
4 directly used or consumed exclusively in the repair, remodeling or maintenance of aircraft, aircraft
5 engines or aircraft component parts for a certificated or licensed carrier of persons or property or for
6 a governmental entity;

7 (34) Charges for memberships or services provided by health and fitness organizations
8 relating to personalized fitness programs;

9 (35) Sales of services by individuals who babysit for a profit: *Provided*, That the gross
10 receipts of the individual from the performance of baby-sitting services do not exceed \$5,000 in a
11 taxable year;

12 (36) Sales of services by public libraries or by libraries at academic institutions or by libraries
13 at institutions of higher learning;

14 (37) Commissions received by a manufacturer's representative;

15 (38) Sales of primary opinion research services when:

16 (A) The services are provided to an out-of-state client;

17 (B) The results of the service activities, including, but not limited to, reports, lists of focus
18 group recruits and compilation of data are transferred to the client across state lines by mail, wire or
19 other means of interstate commerce, for use by the client outside the State of West Virginia; and

20 (C) The transfer of the results of the service activities is an indispensable part of the overall
21 service.

22 For the purpose of this subdivision, the term "primary opinion research" means original

1 research in the form of telephone surveys, mall intercept surveys, focus group research, direct mail
2 surveys, personal interviews and other data collection methods commonly used for quantitative and
3 qualitative opinion research studies;

4 (39) Sales of property or services to persons within the state when those sales are for the
5 purposes of the production of value-added products: *Provided*, That the exemption granted in this
6 subdivision applies only to services, equipment, supplies and materials directly used or consumed
7 by those persons engaged solely in the production of value-added products: *Provided, however*, That
8 this exemption may not be claimed by any one purchaser for more than five consecutive years,
9 except as otherwise permitted in this section.

10 For the purpose of this subdivision, the term "value-added product" means the following
11 products derived from processing a raw agricultural product, whether for human consumption or for
12 other use. For purposes of this subdivision, the following enterprises qualify as processing raw
13 agricultural products into value-added products: Those engaged in the conversion of:

14 (A) Lumber into furniture, toys, collectibles and home furnishings;

15 (B) Fruits into wine;

16 (C) Honey into wine;

17 (D) Wool into fabric;

18 (E) Raw hides into semifinished or finished leather products;

19 (F) Milk into cheese;

20 (G) Fruits or vegetables into a dried, canned or frozen product;

21 (H) Feeder cattle into commonly accepted slaughter weights;

22 (I) Aquatic animals into a dried, canned, cooked or frozen product; and

1 (J) Poultry into a dried, canned, cooked or frozen product;

2 (40) Sales of music instructional services by a music teacher and artistic services or artistic
3 performances of an entertainer or performing artist pursuant to a contract with the owner or operator
4 of a retail establishment, restaurant, inn, bar, tavern, sports or other entertainment facility or any
5 other business location in this state in which the public or a limited portion of the public may
6 assemble to hear or see musical works or other artistic works be performed for the enjoyment of the
7 members of the public there assembled when the amount paid by the owner or operator for the
8 artistic service or artistic performance does not exceed \$3,000: *Provided*, That nothing contained
9 herein may be construed to deprive private social gatherings, weddings or other private parties from
10 asserting the exemption set forth in this subdivision. For the purposes of this exemption, artistic
11 performance or artistic service means and is limited to the conscious use of creative power,
12 imagination and skill in the creation of aesthetic experience for an audience present and in
13 attendance and includes, and is limited to, stage plays, musical performances, poetry recitations and
14 other readings, dance presentation, circuses and similar presentations and does not include the
15 showing of any film or moving picture, gallery presentations of sculptural or pictorial art, nude or
16 strip show presentations, video games, video arcades, carnival rides, radio or television shows or any
17 video or audio taped presentations or the sale or leasing of video or audio tapes, air shows or any
18 other public meeting, display or show other than those specified herein: *Provided, however*, That
19 nothing contained herein may be construed to exempt the sales of tickets from the tax imposed in
20 this article. The State Tax Commissioner shall propose a legislative rule pursuant to article three,
21 chapter twenty-nine-a of this code establishing definitions and eligibility criteria for asserting this
22 exemption which is not inconsistent with the provisions set forth herein: *Provided further*, That

1 nude dancers or strippers may not be considered as entertainers for the purposes of this exemption;

2 (41) Charges to a member by a membership association or organization which is exempt from
3 paying federal income taxes under Section 501(c)(3) or (c)(6) of the Internal Revenue Code of 1986,
4 as amended, for membership in the association or organization, including charges to members for
5 newsletters prepared by the association or organization for distribution primarily to its members,
6 charges to members for continuing education seminars, workshops, conventions, lectures or courses
7 put on or sponsored by the association or organization, including charges for related course materials
8 prepared by the association or organization or by the speaker or speakers for use during the
9 continuing education seminar, workshop, convention, lecture or course, but not including any
10 separate charge or separately stated charge for meals, lodging, entertainment or transportation taxable
11 under this article: *Provided*, That the association or organization pays the tax imposed by this article
12 on its purchases of meals, lodging, entertainment or transportation taxable under this article for
13 which a separate or separately stated charge is not made. A membership association or organization
14 which is exempt from paying federal income taxes under Section 501(c)(3) or (c)(6) of the Internal
15 Revenue Code of 1986, as amended, may elect to pay the tax imposed under this article on the
16 purchases for which a separate charge or separately stated charge could apply and not charge its
17 members the tax imposed by this article or the association or organization may avail itself of the
18 exemption set forth in subdivision (9) of this subsection relating to purchases of tangible personal
19 property for resale and then collect the tax imposed by this article on those items from its member;

20 (42) Sales of governmental services or governmental materials by county assessors, county
21 sheriffs, county clerks or circuit clerks in the normal course of local government operations;

22 (43) Direct or subscription sales by the Division of Natural Resources of the magazine

1 currently entitled *Wonderful West Virginia* and by the Division of Culture and History of the
2 magazine currently entitled *Goldenseal* and the journal currently entitled *West Virginia History*;

3 (44) Sales of soap to be used at car wash facilities;

4 (45) Commissions received by a travel agency from an out-of-state vendor;

5 (46) The service of providing technical evaluations for compliance with federal and state
6 environmental standards provided by environmental and industrial consultants who have formal
7 certification through the West Virginia Department of Environmental Protection or the West
8 Virginia Bureau for Public Health or both. For purposes of this exemption, the service of providing
9 technical evaluations for compliance with federal and state environmental standards includes those
10 costs of tangible personal property directly used in providing such services that are separately billed
11 to the purchaser of such services and on which the tax imposed by this article has previously been
12 paid by the service provider;

13 (47) Sales of tangible personal property and services by volunteer fire departments and rescue
14 squads that are exempt from federal income taxes under Section 501(c)(3) or (c)(4) of the Internal
15 Revenue Code of 1986, as amended, if the sole purpose of the sale is to obtain revenue for the
16 functions and activities of the organization and the revenue obtained is exempt from federal income
17 tax and actually expended for that purpose;

18 (48) Lodging franchise fees, including royalties, marketing fees, reservation system fees or
19 other fees assessed after December 1, 1997, that have been or may be imposed by a lodging
20 franchiser as a condition of the franchise agreement; and

21 (49) Sales of the regulation size United States flag and the regulation size West Virginia flag
22 for display.

1 (50) Services provided by certified professional estimators. For purposes of this subdivision,
2 a certified professional estimator is a person who holds a certificate from the American Society of
3 Professional Estimators and provides professional construction cost consulting services for
4 residential, commercial, industrial or public works construction projects.

5 (b) *Refundable exemptions.* -- Any person having a right or claim to any exemption set forth
6 in this subsection shall first pay to the vendor the tax imposed by this article and then apply to the
7 Tax Commissioner for a refund or credit, or as provided in section nine-d of this article, give to the
8 vendor his or her West Virginia direct pay permit number. The following sales of tangible personal
9 property and services are exempt from tax as provided in this subsection:

10 (1) Sales of property or services to bona fide charitable organizations who make no charge
11 whatsoever for the services they render: *Provided,* That the exemption granted in this subdivision
12 applies only to services, equipment, supplies, food, meals and materials directly used or consumed
13 by these organizations and does not apply to purchases of gasoline or special fuel;

14 (2) Sales of services, machinery, supplies and materials directly used or consumed in the
15 activities of manufacturing, transportation, transmission, communication, production of natural
16 resources, gas storage, generation or production or selling electric power, provision of a public utility
17 service or the operation of a utility service or the operation of a utility business, in the businesses or
18 organizations named in this subdivision and does not apply to purchases of gasoline or special fuel;

19 (3) Sales of property or services to nationally chartered fraternal or social organizations for
20 the sole purpose of free distribution in public welfare or relief work: *Provided,* That sales of
21 gasoline and special fuel are taxable;

22 (4) Sales and services, firefighting or station house equipment, including construction and

1 automotive, made to any volunteer fire department organized and incorporated under the laws of the
2 State of West Virginia: *Provided*, That sales of gasoline and special fuel are taxable;

3 (5) Sales of building materials or building supplies or other property to an organization
4 qualified under Section 501(c)(3) or (c)(4) of the Internal Revenue Code of 1986, as amended, which
5 are to be installed in, affixed to or incorporated by the organization or its agent into real property or
6 into a building or structure which is or will be used as permanent low-income housing, transitional
7 housing, an emergency homeless shelter, a domestic violence shelter or an emergency children and
8 youth shelter if the shelter is owned, managed, developed or operated by an organization qualified
9 under Section 501(c)(3) or (c)(4) of the Internal Revenue Code of 1986, as amended; and

10 (6) Sales of construction and maintenance materials acquired by a second party for use in the
11 construction or maintenance of a highway project: *Provided*, That in lieu of any refund or credit to
12 the person that paid the tax imposed by this article, the Tax Commissioner shall pay to the Division
13 of Highways for deposit into the State Road Fund of the state reimbursement for the tax in the
14 amount estimated under the provisions of this subdivision: *Provided, however*, That by June 15 of
15 each fiscal year, the division shall provide to the Tax Department an itemized listing of highways
16 projects with the amount of funds expended for highway construction and maintenance. The
17 Commissioner of Highways shall request reimbursement of the tax based on an estimate that forty
18 percent of the total gross funds expended by the agency during the fiscal period were for the
19 acquisition of materials used for highway construction and maintenance. The amount of the
20 reimbursement shall be calculated at six percent of the forty percent.

NOTE: The purpose of this bill is to exempt certified professional estimator services from consumer sales and service tax. The bill provides a definition.

Strike-throughs indicate language that would be stricken from the present law, and underscoring indicates new language that would be added.