

SC INFORMATION LETTER 98-14

SUBJECT: Light Construction Equipment - Certificate for Maximum Tax
(Sales & Use Tax)

DATE: July 17, 1998

SUPERSEDES: All previous documents and any oral directives in conflict herewith.

REFERENCE: S. C. Code Ann. Section

AUTHORITY: S. C. Code Ann. Section 12-4-320 (Supp. 1997)
SC Revenue Procedure #97-8

SCOPE: An Information Letter is a document issued for the purpose of disseminating general information or information concerning an administrative pronouncement.

Information Letters issued to disseminate general information have no precedential value and do not represent the official position of the Department. Information Letters designated as administrative pronouncements are official advisory opinions of the Department.

The purpose of this Information Letter is advise the public of the issuance of Form ST-405. (Copy attached.)

The sales and use tax law limits the tax on sales and leases of self-propelled light construction equipment with compatible attachments to a maximum of three hundred dollars (\$300).

Form ST-405 is to be filled out by the purchaser and given to the retailer to limit the tax amount to three hundred dollars (\$300). The retailer should keep a copy of the completed form on file for review by the Department of Revenue.

Please note that the purchaser will be held liable for the tax if he purchases the equipment for other than construction purposes.