

# General Sales and Use Tax Rates and Taxability

## Welcome to General Sales and Use Tax Rates and Taxability

This bulletin provides important information about the July 2022 release of General Sales and Use Tax Rates and Taxability. Please review this bulletin carefully. If you have any questions, additional information is available on CCH [Support Online](#).

## July Sales Tax Holidays

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### Alabama Back to School - July 15 – 17, 2022

Certain clothing, computers and school supplies will be exempt from state sales or use tax, although local tax may apply.

#### Eligible items

- Clothing (not accessories or protective or recreational equipment) with a sales price of \$100 or less per item
- Computers, computer software and school computer supplies with a sales price of \$750 or less
- School supplies, school art supplies and school instructional materials (noncommercial purchases) with a sales price of \$50 or less, including reference maps and globes and textbooks with sales price of more than \$30 and less than \$50
- Books (noncommercial purchases) with a sales price of \$30 or less per book.

<https://revenue.alabama.gov/sales-use/sales-tax-holidays/>

### Florida Freedom Week Admissions and Outdoor Activities – July 1 – 7, 2022

During this sales tax holiday period, admissions to music events, sporting events, cultural events, specified performances, movies, museums, state parks, and fitness facilities are exempt from sales tax. Also exempt from sales tax during this holiday period are eligible boating and water activity supplies, camping supplies, fishing supplies, general outdoor supplies, residential pool supplies, and sports equipment. The sales tax holiday does not apply to rentals of eligible items or sales within a theme park, entertainment complex, public lodging establishment or airport.

#### Eligible items

- Admissions to the following events or performances scheduled to be held between July 1, 2022 and December 31, 2022: live music events; live sporting events; movies to be shown in a movie theater; ballet; plays; musical theatre performances; fairs; festivals; cultural events; private and membership clubs providing physical fitness facilities
- Admissions purchased for any of the following: museums, including annual passes; state parks, including annual passes; season tickets for ballets, plays, music events, and musical theatre performances
- Boating and water activity supplies:
  - On the first \$25 of the sales price: goggles; snorkels; swimming masks
  - On the first \$35 of the sales price: inflatable chairs; pool floats; pool toys; recreational pool tubes
  - On the first \$50 of the sales price: safety flares

- On the first \$75 of the sales price: coolers; oars; life jackets; paddles
- On the first \$150 of the sales price: inflatable recreational water tubes and floats capable of being towed; kneeboards; wakeboards; water skis
- On the first \$300 of the sales price: paddleboards; surfboards
- On the first \$500 of the sales price: canoes; kayaks
- Camping supplies:
  - On the first \$30 of the sales price: camping lanterns; flashlights
  - On the first \$50 of the sales price: camping stoves; collapsible camping chairs; portable hammocks; sleeping bags
  - On the first \$200 of the sales price: tents
- Fishing supplies:
  - On the first \$5 of the sales price if sold individually or the first \$10 of the sales price if multiple items are sold together: bait; fishing tackle
  - On the first \$30 of the sales price: tackle bags; tackle boxes
  - On the first \$75 of the sales price if sold individually or the first \$150 of the sales price if sold as a set: reels; rods

Note: excludes supplies used for commercial fishing purposes
- General outdoor supplies:
  - On the first \$15 of the sales price: insect repellent; sunscreen
  - On the first \$30 of the sales price: water bottles
  - On the first \$50 of the sales price: bicycle helmets (bicycle helmets marketed for use by youth are always exempt from sales tax); hydration packs
  - On the first \$100 of the sales price: sunglasses (prescription sunglasses are always exempt from sales tax)
  - On the first \$200 of the sales price: binoculars
  - On the first \$250 of the sales price: bicycles; outdoor gas or charcoal grills
- Residential pool supplies
  - On the first \$100 of the sales price: covers; filters; lights; nets; residential pool or spa replacement parts
  - On the first \$150 of the sales price: residential pool and spa chemicals when purchased by an individual
- Sports equipment:
  - Selling for \$40 or less: any item used in individual or team sports, not including clothing or footwear

[https://floridarevenue.com/taxes/tips/Documents/TIP\\_22A01-04.pdf](https://floridarevenue.com/taxes/tips/Documents/TIP_22A01-04.pdf)

**Florida Back to School – July 25 – August 7, 2022**

During the sales tax holiday period, tax is not due on the retail sale of:

- Clothing, footwear, and certain accessories with a sales price of \$100 or less per item

- Certain school supplies with a sales price of \$50 or less per item,
- Learning aids and jigsaw puzzles with a sales price of \$30 or less
- Personal computers and certain computer-related accessories with a sales price of \$1,500 or less, when purchased for noncommercial home or personal use

[https://floridarevenue.com/taxes/tips/Documents/TIP\\_22A01-08.pdf](https://floridarevenue.com/taxes/tips/Documents/TIP_22A01-08.pdf)

**Mississippi Back to School – July 29 & 30, 2022**

Clothing, footwear and school supplies with a sales price of less than \$100 per item are exempt from sales tax during this period. Accessories such as jewelry, handbags, luggage, umbrellas, wallets, watches, briefcases and similar items do not qualify for the sales tax holiday. Note that backpacks and book bags are eligible school supplies.

<https://www.dor.ms.gov/sites/default/files/Sales%20Folder/2022%20Sales%20Tax%20Holiday.pdf>

**Tennessee Back to School – July 29 - 31, 2022**

Tax-free items include:

- Clothing with a price of \$100 or less
- School and art supplies with a price of \$100 or less
- Computers for personal use with a price of \$1,500 or less.

<https://www.tn.gov/revenue/taxes/sales-and-use-tax/sales-tax-holiday/sth-traditional.html>

**Updates and Changes**

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**Children's Clothing Items in Group 0003 - General Clothing**

003	CLOTHING-GENERAL
013	CHILDRENS CLOTHING OVER AGE 5
017	TODDLER CLOTHING THROUGH AGE 5

Item 013, formerly childrens clothing, has been renamed to childrens clothing over age 5, and a new item 017, toddler clothing through age 5, has been added. These changes are being made to accommodate Florida's year-long exemption for clothing for children ages 5 and under.

**Arkansas Manufacturing Repair Parts Tax Eliminated**

The state manufacturing repair parts rate, formerly 1.5%, will be 0 effective July 1, 2022.

**Aurora, CO, Exempts Diapers**

Effective July 1, 2022, diapers are exempt from sales and use tax. Diaper means "an absorbent garment worn by humans who are incapable of, or have difficulty, controlling their bladder or bowel movements."

**Colorado Retail Delivery Fee**

Colorado is adding a 27 cent fee to all motor vehicle deliveries of taxable items. This fee is entered in our database as taxtype 18/taxcat FF and is imposed on all database freight items in groups 0202 - 0211 and on restaurant delivery 0153/009. The fee is only attached to freight and delivery PGPIs because that is the only way to know a product is being delivered. You will need to pass in a shipping PGPI to pick it up, even if there is no delivery charge so the charge is \$0.

<https://tax.colorado.gov/retail-delivery-fee>

**Florida Children's Clothing Year-long Sales Tax Exemption**

Children's clothing and diapers will be exempt from July 1, 2022 - June 30, 2023. Children's clothing in this context is defined as clothing and shoes primarily intended for children 5 years old and younger.

**Illinois Grocery tax Suspension**

The state 1% low rate on groceries is being suspended for one year, from July 1, 2022 - June 30, 2023. The 1% rate continues to apply to drugs, and the Regional Transportation Authority and Metro-East Mass Transit local food taxes continue to apply.

**Louisiana Exempts Feminine Hygiene Products and Diapers**

Feminine hygiene products and diapers are exempt from state sales and use tax, and localities may exempt or partially exempt these items as well. Caddo, East Baton Rouge and Orleans Parishes have enacted partial exemptions.

**Maryland Exemptions**

Maryland has added exemptions for N95 masks, thermometers, oral hygiene products, and car seats and other baby items.

**New Mexico State Rate Change**

The New Mexico gross receipts and compensating (sales and use) rates are being reduced from 5.125% to 5%, effective July 1, 2022.

**New Mexico Exempts Feminine Hygiene Products**

Effective July 1, 2022, a deduction is added for receipts from sales of feminine hygiene products.

**QA Review**

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As part of our ongoing commitment to quality we periodically review and refresh our data based on the latest available information. The following updates are being made this month:

**Ohio Data and Information Services**

We have updated group 6030, data and information services, to reflect that the following items are not taxable, under the assumption that these services are for purchase by individuals and not businesses. Ohio taxes certain software services for business use only.

- 002 ONLINE INFORMATION SERVICES
- 003 SOFTWARE AS A SERVICE - SERVER IN CUSTOMER STATE
- 004 SOFTWARE AS A SERVICE - SERVER NOT IN CUSTOMER STATE

All other changes relate to rate and taxability updates.

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