

Texas Timber Operations Sales and Use Tax Exemption Certification

This completed form must be provided to retailers when claiming an exemption from sales and use tax on the purchase of qualifying items used in the production of timber for sale. The certificate may serve as a blanket certificate covering all qualifying purchases.

This form may not be used to claim exemption from tax on motor vehicles, including trailers. Motor vehicle tax exemptions must be claimed with the local County Tax Assessor-Collector at the time of registration and/or titling.


Name of retailer	
Address (Street and number, P.O. Box or route number)	
City, State, ZIP code	

Important information regarding use of this certificate:

Purchasers issuing this certificate must be familiar with the timber exemptions available for the items claimed on this form. Please review Rule 3.367 at www.salestax.tx.gov. Timber exemptions only apply if an item is purchased for **EXCLUSIVE** use in an exempt manner. Any personal or non-timber use disqualifies the purchase from exemption. *See back for qualifying and non-qualifying items.*

Retailers may accept this certificate as a blanket certificate covering all sales of items that can reasonably be used in the production of timber products for sale in the regular course of business. Retailers must collect tax on all other items such as jewelry, furniture, guns and clothing.

Name of purchaser		Driver license number and state, if items are purchased with cash	
Address (Street and number, P.O. Box or route number)			
City, State, ZIP code		Phone (Area code and number)	
Ag/Timber number	Name of person to whom number is registered, if different than purchaser		

<p>I understand that I am required to keep records to verify eligibility for the exemption(s) and that I will be required to pay sales or use tax on purchases that do not qualify for the exemption(s), in addition to any applicable interest and penalties.</p> <p>I understand that it is a criminal offense to issue an exemption certificate to the seller for taxable items that I know will be used in a manner that does not qualify for the exemptions found in Tax Code Sec. 151.316. The offense may range from a Class C misdemeanor to a felony of the second degree.</p>			
	Purchaser's signature	Purchaser's name (print or type)	Date

*This certificate should be furnished to the retailer. Do **not** send the completed certificate to the Comptroller of Public Accounts.*

Do Not Qualify

Listed below are examples of items that do not qualify for sales and use tax exemption for timber items.

- Work clothes
- Computer and software used for accounting and general business purposes
- Materials used to construct roads or buildings used for shelter, housing, storage or work space (examples include general storage sheds, offices or bunkhouses)
- Home furnishings and furniture
- Guns, ammunitions, traps and similar items
- Real property services such as nonresidential repair and remodeling, security and waste removal

* Motor vehicles, including trailers, are taxed under Ch. 152 of the Tax Code. Exemption must be claimed on the Application for Texas Certificate of Title/Tax Statement, Form 130-U, when filed with the local County Tax Assessor-Collector at the time of registration and/or titling. Additional information is available online at www.window.state.tx.us/taxinfo/taxpubs/tx96_254.pdf.

Exempt If Used Exclusively to Produce Timber for Sale

Listed below are examples of items exempt from sales and use tax if used exclusively for timber production and purchased by a person who holds a current ag/timber number.

Axes	Fertilizer fungicides	Recycler grinder
Boards or mats used for access to commercial timber sites	Fertilizer spreader	Repair/replacement parts for qualified equipment
Bobcats	Front end loader	Ropes
Brush cutter	Grapple	Seedlings of trees grown for commercial timber
Bulldozer	Hand saws	Skidders
Chain saws	Harnesses for tree climbing	Slasher saw
Chippers	Harvester	Sprinkler systems components
Compressors	Herbicides	Stackers
Crawler carrier	Hot saw	Stump grinder
Defoliant	Hydro-ax	Tractors
Delimber	Insecticides	Tree cutter
Desiccants	Knucklebooms	Tree measurement devices
Ear protection devices	Loaders	Tree spade
Excavator	Lubricants	Welding machines
Eye protection goggles	Mobile yarder	Winch
Feller buncher	Mulching machines	
	Prehauler	

Tax Help: tax.help@cpa.state.tx.us • Window on State Government: www.window.state.tx.us

Tax Assistance: 1-800-252-5555 or 512-463-4600

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