

**LOKER UNIVERSITY STUDENT UNION, INC.
POLICY ON SALES TAX LIABILITY FOR PURCHASES**

The tax-exempt status of the University Student Union only applies to corporate income tax, not to sales tax. With the exception of items purchased for resale and a few other rare transactions, purchases made by the University Student Union is liable for sales tax. A vendor must not be told that a purchase is exempt from sales tax unless it is known that the rare exception exists. Even if the vendor does not include sales tax on the invoice, the University Student Union will still be held liable for the sales tax on taxable transactions. Therefore, if sales tax is not charged by a vendor on a taxable transaction, the University Student Union will calculate the sales tax amount and include it in its payment.