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Policy Owner: Chief Financial Officer
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SALES TAX COLLECTION REPORTING AND REMITTANCE

Policy Summary

It is the policy of NewU to comply with state sales tax regulations by collecting, accounting for, reporting, and remitting the required sales tax in a timely manner.

Related Regulations

Tax laws in DC and other jurisdictions require sellers to collect and remit sales tax on sale or rental of tangible personal property and selected services.

Scope

The Policy on Sales Tax Collection, Reporting and Remittance applies to all NewU Faculty, and Staff.

Policy

Although NewU is exempt from paying sales tax on qualified goods and services it purchases for its educational operations, NewU's tax exempt status does not extend to other resale groups or individuals, i.e. students or employees.

NewU must collect sales tax on sale or rental of any tangible personal property, selected services rendered and ticket sales for admissions to public events. Tangible personal property includes items, such as mugs, T-shirts, and concessions. Sales tax also must be collected from the rental of rooms to individuals for stays of 90 days or less, parking sales and admissions to sporting events. Activities that are not generally subject to sales tax include those services related to NewU's core educational mission, such as agreements pertaining to teaching services, internships, research or related consulting agreements. In addition, live performances such as concerts, opera and dance are not subject to sales tax. The examples just provided are based on DC rules, where NewU's activities take place.

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