

Chapter 06 Paper Products and Paper Dealers

- 100 Sales of paper products are classified according to the intended use of the product.
- 101 Paper products include, but are not limited to, brochures, manuals, cardboard boxes, wrapping paper, napkins, labels, tickets, memo pads, sticky notes, and advertising materials.
- 102 Sales of raw materials to manufacturers or custom processors are exempt. Paper products sold to manufacturers, custom processors or wholesalers as shipping materials to accompany goods sold are exempt from sales tax.
- 103 Paper products sold to licensed retailers for resale and containers used as shipping materials to accompany goods or services sold by the retailer are exempt.
- 104 Sales of materials for use by the purchaser for his own consumption, such as advertising, sales promotion materials, supplies, or materials furnished to merchants are taxable at the regular retail rate of tax.
- 105 See the attached schedule Part IV, Appendix 1. This schedule provides guidance in determining the correct tax treatment when paper dealers sell paper products.
- 106 (Reserved)

35.IV.4.06 revised effective November 1, 2019

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104 Sales of materials for use by the purchaser for his own consumption, such as advertising, ~~or~~ sales promotion materials, supplies, or materials furnished to merchants are taxable at the regular retail rate of tax. ~~The schedule below is provided as a guide for dealers in paper products to use in determining the correct tax rate.~~

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~~101—See attached Part IV, Appendix 1, titled Sales to These Businesses of Paper Products~~

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