

California Resale Certificate

I HEREBY CERTIFY:

1. I hold valid seller's permit number: _____

2. I am engaged in the business of selling the following type of tangible personal property:

3. This certificate is for the purchase from _____ of the item(s) I have listed in paragraph 5 below. [Vendor's name]

4. I will resell the item(s) listed in paragraph 5, which I am purchasing under this resale certificate in the form of tangible personal property in the regular course of my business operations, and I will do so prior to making any use of the item(s) other than demonstration and display while holding the item(s) for sale in the regular course of my business. I understand that if I use the item(s) purchased under this certificate in any manner other than as just described, I will owe use tax based on each item's purchase price or as otherwise provided by law.

5. Description of property to be purchased for resale:

6. I have read and understand the following:

For Your Information: A person may be guilty of a misdemeanor under Revenue and Taxation Code section 6094.5 if the purchaser knows at the time of purchase that he or she will not resell the purchased item prior to any use (other than retention, demonstration, or display while holding it for resale) and he or she furnishes a resale certificate to avoid payment to the seller of an amount as tax. Additionally, a person misusing a resale certificate for personal gain or to evade the payment of tax is liable, for each purchase, for the tax that would have been due, plus a penalty of 10 percent of the tax or \$500, whichever is more.

NAME OF PURCHASER _____

SIGNATURE OF PURCHASER, PURCHASER'S EMPLOYEE OR AUTHORIZED REPRESENTATIVE _____

 _____

PRINTED NAME OF PERSON SIGNING	TITLE
--------------------------------	-------

ADDRESS OF PURCHASER _____

TELEPHONE NUMBER ()	DATE
-----------------------------	------

PARTIAL EXEMPTION CERTIFICATE QUALIFIED SALES AND PURCHASES OF FARM EQUIPMENT AND MACHINERY

Regulation 1533.1

NOTE: This is an exemption only from the state general fund portion of the sales and use tax rate. You are not relieved from your obligations for the local and district taxes on this transaction. This partial exemption also does not apply to any tax levied pursuant to Sections 6051.2 and 6201.2 of the Revenue and Taxation Code, or pursuant to Section 35 of article XIII of the California Constitution. This partial exemption also applies to lease payments made on or after September 1, 2001, for tangible personal property even if the lease agreement was entered into prior to September 1, 2001.

SELLER'S/LESSOR'S NAME

SELLER'S/LESSOR'S ADDRESS *(street, city, state, zip code)*

I, as the undersigned purchaser, hereby certify I am engaged in an agricultural business described in Codes 0111 to 0291 of the Standard Industrial Classification (SIC) Manual, or I perform an agricultural service described in Codes 0711 to 0783 of the SIC Manual for such classified persons. The property purchased or leased will be used primarily in producing and harvesting agricultural products in accordance with Revenue & Taxation Code Section 6356.5.¹

Type of Farm Equipment and Machinery (or parts² thereof)*

* If you also want this certificate to be used as a blanket certificate for future purchases, describe generally the type of property you will be purchasing and ask your vendor to keep this certificate on file. If this is a specific partial exemption certificate, provide the purchase order or sales invoice number and a precise description of the property being purchased.

I understand that if such property is not used in the manner qualifying for the partial exemption, or if I am not a qualified person, as applicable, that I am required by the sales and use tax law to report and pay the state tax measured by the sales price/rentals payable of the property to/by me. I also understand that this partial exemption certificate is in effect as of the date shown below and will remain in effect until revoked in writing.

PURCHASER'S NAME OR COMPANY NAME <i>(if applicable)</i>	DATE
SIGNATURE <i>(signature of the purchaser, purchaser's employee, or authorized representative of the purchaser)</i>	PERMIT NUMBER <i>(if applicable)</i> ³
TITLE	TELEPHONE NUMBER ()
ADDRESS <i>(street, city, state, zip code)</i>	

¹ Vehicles that qualify as farm equipment and machinery, as defined in Regulation 1533.1(b)(1)(B), must be used exclusively in producing and harvesting agricultural products. A vehicle whose existing design is primarily for the transportation of persons or property on a highway, such as a pickup truck or trailer, does NOT qualify for the partial exemption, unless such vehicle is otherwise specified as an implement of husbandry in some provision of the Vehicle Code, as provided in Regulation 1533.1(b)(1)(B).

² If you are purchasing oil, grease, or lubricating or other qualifying fluids, indicate what percentage will be used in farm equipment and machinery performing qualified producing and harvesting activities. Please note: supply items not used in producing or harvesting agricultural products, such as shop towels, cleaning agents, hand cleansers, and chemicals, do NOT qualify for the partial exemption as provided in Regulation 1533.1(b)(1)(A).

³ If you are not required to hold a seller's permit, please enter "not applicable."



California Department of Tax and Fee Administration

INFORMATION UPDATE

Assembly Bill (AB) 398 (Chapter 135, Stats. 2017) and AB 131 (Chapter 252, Stats. 2017) amended Revenue and Taxation Code (R&TC) section 6377.1, which provides for a partial sales and use tax exemption for certain manufacturing and research & development equipment. Among other changes, the amendments change, beginning January 1, 2018:

- The definition of a “qualified person” to include persons primarily engaged in electric power generation or distribution of electric power as described in [NAICS](#) codes 221111 to 221118, or 221122.
- The definition of “qualified tangible personal property” to include special purpose buildings and foundations used as an integral part of the generation or production, or storage and distribution, of electric power.

The exemption certificate forms, [CDTFA-230-M](#), *Partial Exemption Certificate for Manufacturing and Research & Development Equipment*, and [CDTFA-230-MC](#), *Construction Contracts-Partial Exemption Certificate for Manufacturing, and Research & Development Equipment*, are included in [Regulation 1525.4](#), *Manufacturing and Research & Development Equipment*. We have revised the date on the posted exemption certificate forms to conform with the statutory changes. These forms will be further revised once the process of updating [Regulation 1525.4](#) is completed.

We suggest that, if applicable, the person issuing the exemption certificate add a statement on the certificate that they are “primarily engaged in the generation or production, or storage and distribution, of electric power as described in [NAICS](#) codes 221111 to 221118, or 221122.”

For more information about the amendments to [R&TC section 6377.1](#), please see our online guide, [Tax Guide for Manufacturing and Research & Development Equipment Exemption](#).

**PARTIAL EXEMPTION CERTIFICATE FOR MANUFACTURING
AND RESEARCH & DEVELOPMENT EQUIPMENT****Section 6377.1¹**

This is a partial exemption from sales and use taxes at the rate of 4.1875 percent from July 1, 2014, to December 31, 2016, and at the rate of 3.9375 percent from January 1, 2017, to June 30, 2030. **You are not relieved from your obligations for the remaining state tax and local and district taxes on this transaction.** This partial exemption also applies to lease periods occurring on or after July 1, 2014, and before July 1, 2030, for leases of qualified tangible personal property, even if the lease agreement was entered into prior to July 1, 2014.

I hereby certify that the tangible personal property described below and purchased or leased from:

SELLER'S/LESSOR'S NAME

SELLER'S/LESSOR'S ADDRESS (street, city, state, ZIP Code)

is qualified tangible personal property and will be used by me primarily (please check one):

1. For manufacturing, processing, refining, fabricating, or recycling;
2. For research and development;
3. To maintain, repair, measure, or test any property being used for (1) or (2) above; **or**
4. As a special-purpose building and/or foundation.

Description of qualified tangible personal property purchased or leased²:

If this is a specific partial exemption certificate, provide the purchase order or sales invoice number and a precise description of the property being purchased. If you want this certificate to be used as a blanket certificate for future purchases, describe generally the type of property you will be purchasing, and ask your vendor to keep this certificate on file.

I, as the undersigned purchaser, hereby certify I am primarily engaged in manufacturing, processing, refining, fabricating, or recycling as described in codes 3111 to 3399 in the North American Industry Classification System (NAICS)³, or I am primarily engaged in biotechnology, or physical, engineering, and life sciences research and development as described in codes 541711 and 541712 of the NAICS.

I understand that by law, I am required to report and pay the state tax (calculated on the sales price/rentals payable of the property) at the time the property is purchased, removed, converted, or used if:

- The purchase exceeds the \$200 million limitation;
- The property is removed from California within one year of the date of purchase or lease;
- The property is converted for use in a manner not qualifying for the exemption; **or**
- The property is used in a manner not qualifying for the partial exemption.

NAME OF PURCHASER	SIGNATURE OF PURCHASER, PURCHASER'S EMPLOYEE, OR AUTHORIZED REPRESENTATIVE
PRINTED NAME OF PERSON SIGNING	TITLE
ADDRESS OF PURCHASER	
PERMIT NUMBER (if you are not required to hold a permit, explain why)	TELEPHONE NUMBER
EMAIL ADDRESS OF PERSON SIGNING	DATE

¹ CDTFA is updating this exemption certificate as part of changes to [Regulation 1525.4](#), which is currently going through the rulemaking process. Please use this updated form until the regulation is adopted and approved. This form is subject to change.

² See [Regulation 1525.4](#) (b)(9) for a description of what is included and excluded from "qualified tangible personal property."

³ *Official 2012 US NAICS Manual*, U.S. Office of Management and Budget, 2012 edition.