



Reference: [Minnesota Statutes, section 297B](#)

| Customer | Sales Tax Exemption Type |
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| Automotive Training | Purchase of a motor vehicle by a private, non-profit, or public educational institution for use as an instructional aide in automotive training (auto body and mechanical repair courses) <i>** Note-This exemption does not apply to driver education vehicles in this case. **</i> |
| Charitable, Religious & Educational Organization | <ul style="list-style-type: none"> • Gift to an organization-declare gift, exclusive use, and IRC 501c3 status in declaration area • Gift from an Organization to an Individual-organization must list Minnesota limited dealer license and declare "gift" (no monetary consideration) with 501c3 status in declaration area • Purchased for Charitable, Religious, or Educational purposes: <ul style="list-style-type: none"> ○ Must be a truck, or a bus, or a passenger vehicle (designed & carrying 10 or more including driver), and ○ Used primarily by the owner to transport tangible personal property or individualsto which the organization provides service (other than employees), and ○ Declare- used exclusively for charitable, religious, or educational purposes <i>** Note-This exemption does not apply to public schools or universities. **</i> |
| Companies | <ul style="list-style-type: none"> • Transfers between a company and a sole owner of the company for no monetary consideration • Transfers from one company to another company, if both companies are owned by the same sole owner (sole proprietor) |
| Ready-Mixed Concrete Trucks | Record "ready mixed concrete truck" in sales tax declaration area |
| Corporate/Partnership/Limited Liability Corp (LLC) | To be exempt from sales tax, transfers to or from a corporation or partnership must be within the meaning of the Internal Revenue Codes. See list in Minnesota Statutes, 297B.03 and provide valid code |
| Death Transfer | Vehicle was selected by the surviving spouse, or acquired by inheritance or bequest. |
| Disabled Veteran | Disabled veteran purchased vehicle with funds provided by the veteran's administration- provide letter from the V.A. which includes VIN |
| Divorce | Vehicle was a transfer between husband and wife in a divorce proceeding-indicate divorce |
| Driver Education | Loaned Driver Education Vehicle to a school district by a dealer |
| Emergency Vehicles – Marked | <ul style="list-style-type: none"> • Vehicle is a municipal fire apparatus • Marked patrol car • Municipal ambulance • Ambulance owned by a licensed ambulance service |
| Gift to Spouse, Parent, Child, Grandparent, Guardian, Ward | <p>Gift between the following, indicate the relationship:</p> <ul style="list-style-type: none"> • Parent & child (includes step-parent and step-child) • Grandparent and grandchild • Spouses • Guardian and ward, when the vehicle was titled in the name of the guardian, as guardian, only because the ward was a minor <p><i>Gift between Foster Parent and Foster Child</i></p> <ul style="list-style-type: none"> • If the home is/was licensed under Minnesota Rules 9545.0010 to 9545.0260, and • The county verifies that the child was a ward of the state or in permanent foster care |
| Federal Government Agency or Instrumentality | Record "federal government unit" in sales tax declaration area <ul style="list-style-type: none"> • Agencies that receive federal funding are not exempt unless they are a unit of government. |

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| Held for Resale /Leased by a Licensed Dealer | <ul style="list-style-type: none"> • MN dealer – indicate Minnesota dealer license number (i.e. DLR12345) • Out-state dealer – indicate Minnesota sales and use tax account number |
| Insurers or Lenders | Vehicle is held for resale by a lending institution or insurance company. Indicate Minnesota 7-digit sales and use tax account number. |
| Interstate Carrier | Purchaser is an interstate carrier holding a common carrier direct pay certificate. Prorate vehicle only-indicate prorate account number and sales tax calculation |
| Job Opportunity Building Zone (JOBZ) | Record JOBZ in the sales tax declaration area <ul style="list-style-type: none"> • Purchase of a vehicle, by qualified business, and principally garaged in the zone • Buyer must submit qualifying statement and specify the name of the local governmentwith subsidy agreement |
| Joint to Single | Vehicle was transferred from joint ownership to one or more of the same joint ownerswithout monetary consideration. <i>Note-This exemption does not apply to single to joint ownership</i> |
| Library Vehicles | Declare use in sales tax declaration area <ul style="list-style-type: none"> • Vehicles purchased by a public library as library delivery or bookmobile |
| Metropolitan Council Transit Operation (MCTO/MTC) | <i>Exempt from title and registration.</i> |
| Mobile Medical Unit | <ul style="list-style-type: none"> • The purchase of a motor vehicle used exclusively as a mobile medical unit for medical ordinal services by a federally qualified health center is exempt from sales tax • Purchaser must declare mobile medical or dental unit and be titled to a qualified healthcenter |
| Native Americans and Tribal Council/Agency | See procedures for qualifying sales. |
| Political Agency | Transfers between political groups within the same government agency are exempt fromsales tax. <ul style="list-style-type: none"> • For example, a transfer between the Ramsey County Parks Dept. and the Ramsey County Human Services Dept. is exempt. A transfer between Ramsey County Parks Dept. and Minnesota Dept. of Natural Resources is not exempt and sales tax is due. A transfer between agencies at different levels of government may be exempt if thetransfer falls within Minnesota Statutes, section 15.039 (agency responsibilities are transferred to another agency). <ul style="list-style-type: none"> • Record Same Govt. Agency in the sales tax declaration area of the title or PS2000. |
| Previously Owned in Another State or Country | <ul style="list-style-type: none"> • Purchaser was a non-resident when vehicle was purchased and subsequently became a Minnesota resident more than 60 days after the vehicle was titled or registered in another jurisdiction |
| Private Party Repossessions by Previous Owner(s) | Repossession by a private party is only exempt if the vehicle was previously titled in that private party's name. (The private party repossessing paid tax previously, therefore sales tax is not due.) |
| Revocable Trusts | <ul style="list-style-type: none"> • A transfer from the grantor(s) to his or her revocable trust is exempt from sales tax. • A transfer out of the revocable trust to the grantor is exempt form sales tax. • Upon death of the grantor, a transfer from a revocable trust to an individual is exemptfrom sales tax if the trust agreement shows inheritance or we receive a letter from the trustee indicating inheritance. |
| Town Road Maintenance Vehicles | Record "town road maintenance vehicle" in the sales tax declaration area Vehicles purchased by a town (township) and used exclusively for road maintenance are exempt from sales tax. This exemption includes snowplows and dump trucks, but does not include automobiles, vans, or pickups. |
| Transit ServiceProviders | Declare applicable statute: <ul style="list-style-type: none"> • Receiving financial assistance or reimbursement under Minnesota Statutes, sections 174.24 or 473.384, or; • Operating under Minnesota Statutes, sections 174.29/174.30, 473.388, or 473.405 Record "vehicle is used exclusively for transit service" and qualifying statute number in the sales tax declaration area. |