

## HEALTH CARE ORGANIZATION EXEMPTIONS

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The Arizona Department of Revenue (“department”) offers online assistance and filing of your business taxes. To file your taxes online or to register to use the website, go to [www.AZTaxes.gov](http://www.AZTaxes.gov).

This publication contains general information about exemptions from Arizona transaction privilege tax and use tax for certain qualifying nonprofit hospitals, health care organizations and rehabilitation programs for the mentally or physically disabled.

The laws regarding Transaction Privilege Tax (“TPT”) and Use Tax are found in Arizona Revised Statutes, Title 42, Chapter 5 and Arizona Administrative Code, Title 15, Chapter 5. In case of inconsistency, error or omission in this publication, the language of the Arizona Revised Statutes and the Arizona Administrative Code will prevail.

Certain types of nonprofit healthcare organizations can qualify for specific statutory exemptions from transaction privilege and use tax under certain some business classifications. These organizations include qualifying hospitals, community health centers, rehabilitation programs for mentally and/or physically disabled persons and health care organizations.

For an organization to receive an exemption letter, it must apply to the department on an annual basis. The organization should submit its request at least 30 days prior to the first day of the 12 month exemption period requested. Applications should be sent to:

Arizona Department of Revenue  
TRA-Healthcare  
1600 W. Monroe, Division Code 3  
Phoenix, AZ 85007

See Transaction Privilege Tax Procedure TPP 15-1 at [www.azdor.gov](http://www.azdor.gov). This procedure gives information about the transaction privilege and use tax exemptions available to organizations recognized by the department as one of the above entities, as well as the application process for obtaining an annual exemption letter from the department and the documentation required for exemptions applicable to vendors, lessors, and utilities.

If an organization requests an exemption letter for prior years and submits all required documentation, the department will review the request and may grant an exemption letter for the prior years. The department will not issue letters for more than four prior years.

If the department determines that the organization qualifies for exemption, the department will issue a letter to the organization that lists the applicable exemptions. If a classification is not mentioned in the exemption letter, the organization is not exempt from the transaction privilege tax or use tax for that classification.

FOR ADDITIONAL INFORMATION:

~ **Call** ~

(602) 255-3381

Toll-free within AZ: 1-800-352-4090

~ **Write** ~

Arizona Department of Revenue  
Customer Care  
PO Box 29086  
Phoenix AZ 85038-9086

~ **Browse** ~

[www.azdor.gov](http://www.azdor.gov)

This publication is available in an alternative format upon request.