

**Florida Department of Revenue**  
**Tax Information Publication**

TIP 00A01-18

DATE ISSUED: Jul 11, 2000

Sales and Use Tax Exemption Enacted for Contractors  
Furnishing Public People Mover Systems

Effective July 1, 2000, "people mover systems" and parts of such systems purchased or manufactured by contractors to become part of publicly owned facilities (including public-use airports) under contracts with governmental entities (including public operators of public-use airports) are exempt from sales and use taxes. The exemption extends to otherwise taxable fabrication costs of contractors who both manufacture and install people mover systems.

People mover systems include wheeled passenger vehicles and related electric or electronic control or signaling equipment that are part of a transportation system for use by the general public. The vehicles may be operator controlled, driverless, self-propelled, or propelled by external power systems and may run on roads, rails, guidebeams, or other permanent structures. The exemption does not apply to the permanent structures on which the systems run or to embedded wiring, conduits, or cabling used to transmit signals.

Contractors making purchases of people mover systems or components thereof that are subject to this exemption should claim the exemption by providing the seller with a written certification of the contractor's eligibility. Possession by a seller of a written certification by the purchaser, certifying the purchaser's entitlement to the statutory exemption, relieves the seller from the responsibility of collecting the tax. The Department shall look solely to the purchaser for recovery of such tax if it determines that the purchaser was not entitled to the exemption. A suggested form for the written certification is attached.

Contractors who maintain an inventory of parts that may be

incorporated into tangible personal property for sale, may be used in performing real property contracts, and may be incorporated into exempt people mover systems, may purchase such inventory parts using a resale certificate in lieu of providing a certification of eligibility under the people mover system exemption.

### **For More Information**

This document is intended to alert you to the requirements contained in Florida laws and administrative rules. It does not by its own effect create rights or require compliance.

Information and forms are available on our Internet site at <http://sun6.dms.state.fl.us/dor/>

To receive forms by mail:

- \* Order multiple copies of forms from our Internet site at <http://sun6.dms.state.fl.us/dor/forms/order>, or
- \* Fax your form request to the DOR Distribution Center at 850-922-2208, or
- \* Call the DOR Distribution Center at 850-488-8422, or
- \* Mail your form request to:  
DISTRIBUTION CENTER, FLORIDA DEPARTMENT OF REVENUE,  
168A BLOUNTSTOWN HWY, TALLAHASSEE FL 32304-3702

To receive a fax copy of a form, call 850-922-3676 from your FAX machine telephone.

To speak with a Department of Revenue representative, call Taxpayer Services, Monday through Friday, 8 a.m. to 7 p.m., ET, at 1-800-352-3671 (in Florida only) or 850-488-6800. Hearing or speech impaired persons may call the TDD line at 1-800-367-8331 or 850-922-1115.

For a written response to your questions, write:

TAX INFORMATION SERVICES, FLORIDA DEPARTMENT OF REVENUE,  
1379 BLOUNTSTOWN HWY, TALLAHASSEE FL 32304-2716

References:  
Ch. 2000-355, L.O.F.  
Section 212.08(7), F.S.

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SUGGESTED PURCHASER'S EXEMPTION CERTIFICATE  
PEOPLE MOVER SYSTEMS AND PARTS  
FOR USE ON OR AFTER JULY 1, 2000

\_\_\_\_\_ (Purchaser's Name) certifies that the tangible personal property purchased on or after \_\_\_\_\_ (date) will be used as part of a people mover system that will become a part of a publicly owned facility pursuant to a contract with the United States, a state, a county, a municipality, a political subdivision of a state, or the public operator of a public-use airport as defined in s. 332.004, Florida Statutes. Such contract requires Purchaser to purchase the tangible personal property for use in manufacturing, installing, manufacturing and installing, repairing, or maintaining, all or part of a people mover system operated by the governmental entity as a public facility.

\_\_\_\_\_ (Purchaser's Name) further certifies: a) that all of the tangible personal property purchased pursuant to this certificate is or will be part of a wheeled passenger vehicle or of related control or power distribution systems that are part of a transportation system for use by the general public; and b) none of the tangible personal property purchased pursuant to this certificate will be used as embedded wiring, conduits, or cabling to transmit signals among the vehicles, control equipment, power distribution equipment, and signaling equipment that make up the people mover system.

The undersigned understands that if such labor charges and/or repair parts and materials do not qualify for this exemption, the undersigned will be subject to sales and use tax, interest, and penalties. The undersigned further understands that when any person fraudulently, for the purpose of evading tax, issues

to a vendor or to any agent of the state a certificate or statement in writing in which he or she claims exemption from the sales tax, such person, in addition to being liable for payment of the tax plus a mandatory penalty of 200% of the tax, shall be liable for fine and punishment provided by law for conviction of a misdemeanor of the second degree, as provided in s. 775.082, s. 775.083, or s. 775.084, Florida Statutes.

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Purchaser's Name (Print or Type)

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Signature and Title	Date	Florida Sales Tax
		Number

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Federal Employer Identification	Telephone Number
Number or Social Security Number	

**Form to be retained in seller's records.  
Do not send to the Department of Revenue.**