



COMPTROLLER OF PUBLIC ACCOUNTS

P.O. BOX 13528
AUSTIN, TX 78711-3528

February 13, 2003

Mr. Robert A. McCranie
Dallas Poets Community-A Non-Profit Corporation
Post Office Box 700865
Dallas, Texas 75370-0865

RE: Taxpayer Number 3-20040-3438-8

Dear Mr. McCranie:

Dallas Poets Community-A Non-Profit Corporation qualifies for exemption from Texas franchise tax under Section 171.063(a)(1) and Texas sales and use tax under Section 151.310(a)(2) of the Texas Tax Code as a 501(c)(3) organization effective December 5, 2001.

The Texas Tax Code is available online at <http://www.capitol.state.tx.us/statutes/txtoc.html>.

The organization may issue a valid exemption certificate in lieu of paying state and local sales tax on taxable items purchased that relate to the purpose of the exempt organization and are not used for the personal benefit of a private member or individual. The enclosed certificate, form 01-339, does not require a number to be valid, and you may reproduce it in any quantity. You may download additional copies of the form online at <http://window.state.tx.us/taxinfo/taxforms/01-3392.pdf>, or call Tax Assistance toll free at 1-800-252-5555.

The exemptions above *do not* extend to the Texas hotel occupancy tax, motor vehicle sales tax or any other tax.

If you receive any franchise tax notices or have any questions regarding sales tax purchases and/or sales of taxable items or services, contact Tax Assistance at the number above.

In respect to the new address above, our records have been updated to reflect the change as requested in your letter. As a reminder, the Texas Secretary of State must also be notified of such changes. They can be reached at 512/463-5582 or online at <http://www.sos.state.tx.us>.

Furthermore, you referenced the sale of a quarterly journal. Organizations exempt under Section 501(c)(3) are not responsible for collecting sales tax on writings, such as a journal, so long as the net proceeds from the sales go to the organization for its exclusive use and are not used for the personal benefit of a private stockholder or other individual.

If you have questions about your exempt status, you may e-mail me at tax.help@cpa.state.tx.us or call me toll free at 1-800-531-5441, extension 5-0252.

Sincerely,

Peter Kevin Hudson
Exempt Organizations Section