



# E-595RMI

## Application for Direct Pay Permit for Certain Boat, Aircraft, and Qualified Jet Engine Charges and Services

Office Use

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**A person should not apply for a direct pay permit where the installation charges or the sales price of or the gross receipts derived from repair, maintenance, and installation services are not expected to or will not exceed twenty-five thousand dollars (\$25,000.00).**

1. Federal Employer ID No.: \_\_\_\_\_ — \_\_\_\_\_ or Social Security No.: \_\_\_\_\_
2. N.C. Sales and Use Tax Account ID: \_\_\_\_\_  
*(If applicable)* *(If request is for more than one account ID with the same FEIN, attach a sheet and list the account IDs, trade names, and business locations in N.C.)*
3. Legal Business Name or Person's Name: \_\_\_\_\_
4. Trade Name (DBA Name): \_\_\_\_\_
5. Business Location in N.C.: Street \_\_\_\_\_  
*(If applicable)*  
*(Not P.O. Box Number)* City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_ County \_\_\_\_\_
6. Mailing Address: Street or P.O. Box \_\_\_\_\_  
City \_\_\_\_\_ State \_\_\_\_\_ Zip Code \_\_\_\_\_

**A direct pay permit issued pursuant to this application does not apply to any purchase other than the purchase of tangible personal property, digital property, or repair, maintenance, and installation services for a boat, an aircraft, or a qualified jet engine as permitted under N.C. Gen. Stat. § 105.164.27A(a3).**

Authorized Signature: \_\_\_\_\_ Date: \_\_\_\_\_  
I certify that, to the best of my knowledge, this application is accurate and complete.

Authorized Name (Print): \_\_\_\_\_ Title: \_\_\_\_\_

E-mail: \_\_\_\_\_ Phone: \_\_\_\_\_

## General Information

A direct pay permit number will not be issued to a person for an application received by the Department that does not include all required information.

- Pursuant to N.C. Gen. Stat. § 105.164.27A(a3), a direct pay permit can be issued to a person who purchases tangible personal property, digital property, or repair, maintenance, and installation services for a boat, an aircraft, or a qualified jet engine for use for certain purposes.
- A direct pay permit issued pursuant to this application authorizes its holder to purchase tangible personal property, digital property, or repair, maintenance, and installation services for a boat, an aircraft, or a qualified jet engine without paying tax to the seller. A person who purchases the property or services under a direct pay permit must file a return and pay the tax due to the Secretary by the end of the month following the month in which the property or services are purchased.
- A permit holder is allowed a use tax exemption on one or more of the following: (i) the installation charges that are a part of the sales price of tangible personal property or digital property purchased by the permit holder for a boat, an aircraft, or a qualified jet engine, provided the installation charges are separately stated and identified as such on the invoice or other documentation given to the permit holder at the time of the sale and (ii) the sales price of or gross receipts derived from repair, maintenance, and installation services provided for a boat, an aircraft, or a qualified jet engine. **The amount of the use tax exemption is the amount of the installation charges and sales price of or gross receipts derived from the repair, maintenance, and installation services that exceed twenty-five thousand dollars (\$25,000.00).**
- Upon approval, the Department will issue a direct pay permit bearing a direct pay number for use for purposes provided herein.
- A certificate of exemption that includes a direct pay permit number that is issued to a seller that sells tangible personal property, digital property, or repair, maintenance, and installation services for a boat, an aircraft, or a qualified jet engine to the holder of the permit relieves the seller from collecting and remitting sales and use tax on the sale of tangible personal property, digital property, or the sales price of or gross receipts derived from repair, maintenance, and installation services for a boat, an aircraft, or a qualified jet engine.
- The Department may revoke a direct pay permit if the holder of the permit does not file a Form E-500, Sales and Use Tax Return, or Form E-554, Consumer Use Tax Return, timely; does not pay the tax due on time; or otherwise fails to comply with the Sales and Use Tax Laws.
- If you have questions, you may contact the Sales and Use Tax Division, North Carolina Department of Revenue, P.O. Box 871, Raleigh, North Carolina, 27602-0871. You may also telephone the Division at (919) 814-1082.

## Line by Line Instructions

- Line 1 - Enter the Federal Employer Identification Number (FEIN) or Social Security Number, as applicable. Direct Pay Permits are issued by legal entity or person based on the FEIN or Social Security Number. A separate application must be completed for each FEIN or person.
- Line 2 - Enter the North Carolina Sales and Use Tax Account ID Number (if applicable).
- Line 3 - Enter the Legal Business Name or Person's Name for which a Direct Pay Permit is requested.
- Line 4 - Enter the Trade Name (if applicable) for which the Direct Pay Permit is requested.
- Line 5 - Enter the business address in North Carolina (if applicable).
- Line 6 - Enter the mailing address to which all correspondence concerning the Direct Pay Permit should be mailed.