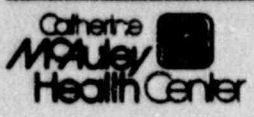


21-24447-01



Sponsored by the Religious Sisters of Mercy founded in 1831 by Catherine McAuley

McAuley Clinic  
5333 McAuley Drive  
P.O. Box 994  
Ann Arbor, Michigan 48106  
(313) 572-5100

June 20, 1989

Dear Vendor,

Please amend your records to show that McAuley Clinic Corporation is now a Tax Exempt Corporation. The State Treasury Department does not issue "tax exemption numbers" (see attached).

If you need to verify our Tax Exempt Status our State and Federal Tax Identification Number is 38-2561013.

If you have any questions, I can be reached at 572-0818.

Sincerely,

Janice Greatorex  
Accounting Manager  
Subsidiary Finance

JG:jl  
Attachment

LTAXID.JG

9001120054 890620  
REG3 LIC30  
21-24447-01 PDR

*Does not affect Inc Category status  
(Not Inc Exempt - operated by a  
religious organization)*

ML30  
JUN 20 1989



STATE OF MICHIGAN  
**DEPARTMENT OF TREASURY**

TREASURY BUILDING

JAMES J. BLANCHARD, Governor  
ROBERT A. BOWMAN, State Treasurer

LANSING, MICHIGAN 48922

May 18, 1989

McAuley Clinic Corporation  
5333 McAuley Drive  
P. O. Box 994  
Ann Arbor, MI 48106

Dear Sir/Madam:

We have reviewed your application for exemption and determined that your organization is exempt from Michigan Sales and Use Tax (Act 167 of 1933 and Act 94 of 1937 both as amended).

This exemption covers the purchase of goods or taxable services that are used or consumed by your organization and paid for from your organizational funds. Employees or members may not use your organization's exemption to purchase goods or services for their own use.

Tax exempt numbers are not issued by this Department. To purchase goods or taxable services without tax, a tax exemption certificate must be furnished to the seller at the time goods or taxable services are purchased by your organization. Enclosed is a sample tax exemption certificate form. This form can be reproduced for use by your organization.

Any retail sales, such as the selling of prepared food, greeting cards, calendars, T-shirts, etc., made by your organization are subject to sales tax. You are required by law to pay tax on these sales. If retail sales are made on a continuing basis your organization must obtain a sales tax license.

If you make occasional retail sales, such as a one time fund raising event, a concessionaire sales tax return may be used to pay your sales tax obligation to the State. Please contact this office if a sales tax license or a concessionaire sales tax return is needed.

Enclosed is a copy of Specific Sales and Use Tax Rule 90 concerning nonprofit organizations. Please contact this office at (517) 373-3190 if you have any questions.

Sincerely,

A handwritten signature in cursive script that reads "Jesse A. Weaver".

Jesse A. Weaver, Administrator  
Sales, Use and Withholding  
Taxes Division

JAW:ps

Enclosure

MICHIGAN DEPARTMENT OF TREASURY

SALES AND USE TAXES

R 205.140. Nonprofit entities.

Rule 90. (1) Sales of tangible personal property and services to properly qualified nonprofit entities for their own use and consumption, but not for resale, are exempt.

(2) The claimant shall meet the following requirements for exemption:

(a) Qualify as a school, hospital, home for the care and maintenance of children or aged persons, and other health, welfare, educational, charitable, or benevolent institutions or agencies.

(b) Be operated by an entity of government, a regularly organized church, religious or fraternal organization, a veterans' organization, or a corporation incorporated under the laws of the state.

(c) The income or benefit from the operation shall not inure, in whole or in part, to any individuals or private shareholders, directly or indirectly.

(d) The activities of the entity or agency shall be carried on exclusively for the benefit of the public at large and not limited to the advantage, interests, and benefits of its members or any restricted group.

(3) When an exemption is claimed, the seller, at the time of transfer of the tangible property or services, shall retain, as part of the seller's records, an executed exemption certificate which reads as follows:

CERTIFICATE TO BE EXECUTED WHEN TAX EXEMPT SALE IS  
MADE TO AN EXEMPT INSTITUTION OR AGENCY

The undersigned hereby certifies that the item or items being purchased are to be used or consumed in connection with the operation of the exempt institution or agency named in the space provided below and that the consideration for this purchase moves from the funds of the designated institution or agency. In the event the claim is disallowed, the transferee promises to reimburse the seller for the amount of tax involved.

McAuley Clinic Corporation

Name of institution or agency

Date 5/18/89

Bruce F. Coyle, Director of Finance  
Signature and title of person  
making certification

(4) The department does not issue so-called "exemption numbers." If there is some question regarding exemption status, the claimant may contact the department for a ruling.

(5) Nonprofit entities engaged in a retail sales activity of any kind are required to have a sales tax license. The fact that the receipts or profits from such sales may be used for otherwise exempt purposes is not material.