## ADDENDUM NO 03

CITY OF FAIRHOPE

to

## FENCING PROJECT NO. REC 001-15, New Fairhope Soccer Complex 2015

The bid documents for this Bid shall be amended, revised, and changed in the following particulars:

## **Tax Questions:**

- 1. Is the project Tax Exempt?
  - ANSWER: Yes, once Form ST: EXC-01 has been submitted to and approved by the Department of Revenue.
- 2. What if the tax rate is different than the 9.0% at the point of purchase of materials?
  - ANSWER: The tax number is an estimate for obtaining the Sales and Use Tax Certificate. If the Bidder's materials suppliers are known to be in an area of a higher sales tax, then the Bidder would use that tax rate for his estimate.
- 3. On form ACCOUNTING OF SALES TAX ATTACHMENT TO BID, The contractor will specify their base bid and alternate bid, if any, and the total estimated sales tax associated with the base or alternate bid. Is that correct? ANSWER: Yes. The Base Bid sales tax line item is for the Base Bid only. Each Alternate has its own sales tax line item for that alternate only.
- 4. Sod is typically considered an agricultural product and is not taxed. If the material is not taxed do they need to apply the tax rate to the item?
  - ANSWER: If the materials are not typically taxed, then you would not include them in the materials that you are basing the taxable measure on.

Per section 1.24 the tax forms must be filled out to have a responsive bid. The Tax forms however will have no effect on the recommendation for low bid.

Submitted by:		
PREBLE-RISH, LLC		
Andrew N. Bobe, P.E.	250	
Responders are to sign and include signed Addendum No.3 with submitted bid documents.		
Acknowledged:	Company	
	Ву	

Date

