

PREDOMINANT USE STUDIES



www.danmartinez.com



sales@danmartinez.com



(281) 494-7394

STOP PAYING TAXES ON YOUR UTILITIES!

Sales taxes on natural gas or electricity used during a regular monthly billing period is either totally exempt or taxable based upon the predominant use of the natural gas or electricity measured by that meter. A predominant use study is performed to establish what percentage is being used for exempt purposes as defined by the Texas Comptroller.

Additionally, current law allows industries eligible for this exemption, including manufacturers, fabrication, and processors, to apply for a refund of all sales tax paid over the preceding 48 months or since the meter was connected, whichever is less. The study must be completed and on file at the location of the entity claiming the exemption at the time an exemption certificate is submitted to the utility company.

Our team of certified engineers and former Texas tax auditors will analyze annual consumption, compile data, compute percentages, prepare documentation, and certify results. There is no disruption of your daily operations during this process. We complete and submit all necessary documentation to support our studies and, as needed, defend them against the Texas Comptroller's office. If you are paying sales tax on utilities and your competitors are not, they have a competitive advantage!

To prepare your study, we will need the following documents:

- A signed engagement agreement.
- A utility company required, limited power of attorney.
- Copies of the last 12 paid utility bills for each meter.

Dan Martinez & Associates, LLC (M&A) has never had a predominant use study overturned by the Texas Comptroller's office.

"M&A State Tax Specialist, LLC strives to consistently provide the highest level of services and representation to its clients through the effective use of technology, communication, and experience. Quality, integrity, detail, and perseverance are why we succeed."

Dan Martinez

