OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION
TONY MASTIN, DIRECTOR

PHONE (405) 521-3133
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March 27, 2001

Re: Our file Number LR-01-019; Review of the Franchise Tax Report and Tax Bulletin.

Dear

This is in response to your request that we review the Report and Tax Bulletin that was enclosed with your letter.

We have added a phrase to the bulletin concerning the option that corporations now have to compute capital employed in Oklahoma by taking the percentage of Oklahoma assets to total net assets. A highlighted copy of the form and the instructions, both of which bear on this option, are also enclosed.

This response applies only to the circumstances set out in your request of February 16, 2001. Pursuant to Commission Rule 710:1-3-73(e), this Letter Ruling may be generally relied upon **only** by the entity to whom it is issued, assuming that all pertinent facts have been accurately and completely stated, and that there has been no change in applicable law.

If I can be of further assistance, please feel free to contact me.

Sincerely,
OKLAHOMA TAX COMMISSION

Michael G. Pillow
Tax Policy Analyst