

OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION
TONY MASTIN, DIRECTOR

PHONE (405) 521-3133
FACSIMILE (405) 522-0063

March 27, 2002

Re: Our file Number LR-02-019; Your file Number 9126;
Exemption for purchases of natural gas for use in manufacturing.

Dear

This is in response to your inquiry concerning the exemption of
on its purchases of natural gas for use in the manufacturing process.

The records of the Oklahoma Tax Commission indicate that we have issued letters
advising that purchases of natural gas by Interplastic's manufacturing operation south of
Oklahoma, are exempt from sales tax, dating back to 1974.

However, effective November 1, 1998, all manufacturers were to obtain a new
manufacturer exemption permit. At the same time, the Oklahoma Tax Commission is to
honor all previously issued Manufacturers' Limited Exemption Certificates ("MLEC").
The "MLEC" previously issued to _____ was number 544050. Please
see the copy of 68 O.S. Section 1359.2 enclosed.

The Oklahoma Tax Commission is administering this section of the statutes in
connection with 68 O.S. Section 1364 so that upon application, payment of the \$20.00
permit fee, and a review of the operations of _____ Corporation located south of
Pryor, Oklahoma, a Manufacturer's Sales/Exemption Permit may be issued. If issued, it
will be valid for a period of three years. As a part of the review, a determination as to the
taxability of the utilities purchased for use in the operation will be made and a letter will
be sent to each of the utilities if it is determined that they may be purchased exempt from
sales tax.

A Business Registration form for use in applying for the Manufacturer's
Sales/Exemption Permit is enclosed.

This response applies only to the circumstances set out in your request of February 12, 2002. 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

A handwritten signature in black ink, appearing to read "Michael G. Pillow", written in a cursive style.

Michael G. Pillow
Tax Policy Analyst

Enclosures