

# OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION  
TONY MASTIN, DIRECTOR

PHONE (405) 521-3133  
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July 23, 2002

Re: File Number LR-02-116

Sales tax on sales to a contractor with a contract with a municipality.

Dear

This is in response to your inquiry concerning whether a sale to a contractor is exempt from sales tax, due to the fact that the contractor has a contract with the City of \_\_\_\_\_ In the information that you faxed to me, a contractor, \_\_\_\_\_ (“Group”), provides a letter dated November 9, 1999 as written documentation that “Group” has a contract with the City to provide certain services to the City of \_\_\_\_\_

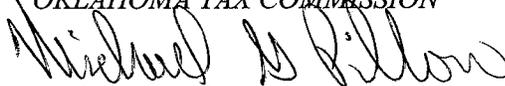
Oklahoma Tax Commission Rule 710:65-7-13(c) sets out the documents that a vendor is required to obtain in order to be relieved of liability from sales tax. For sales to contractors which have contracts with an Oklahoma municipality, such as the sales referenced in the letter from the City of Oklahoma City to “Group”, a copy of the letter setting out the relationship between the city and the contractor is one of the two items needed. The other is a copy of a letter from the Oklahoma Tax Commission to the City of Oklahoma City recognizing them as exempt from sales tax.

A copy of rule 710:65-7-13 is enclosed.

This response applies only to the circumstances set out in your request of July 8, 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



Michael G. Pillow  
Tax Policy Analyst

Enclosure (1)