

# OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION  
TONY MASTIN, DIRECTOR

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November 6, 2002

Re: Our File No LR-02-198; Sales Tax Responsibilities of a "party-plan" seller.

Dear

This is in response to your inquiry concerning whether \_\_\_\_\_ has sufficient physical connection with the State of Oklahoma to be required to register to collect sales or use tax.

If the independent contractors act as agents for \_\_\_\_\_ that is sufficient connection with Oklahoma for it to be required to register and collect and remit use tax on goods sold into Oklahoma. If not, \_\_\_\_\_ may still wish to register to collect sales tax in order to allow the independent contractors to not have to each collect sales tax on their sales.

A copy of the Oklahoma Tax Commission rule on multi-level sales organizations is enclosed.

This response applies only to the circumstances set out in your request of October 25, 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)