OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION
TONY MASTIN, DIRECTOR

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December 9, 2003

RE: Our File Number LR-03-240; Taxability of professional services

Please be advised that Oklahoma Statutes or Commission Rules do not contain a specific provision for professional services as being either taxable or exempt. What is taxable in Oklahoma are sales of tangible personal property and certain enumerated services that are not otherwise exempt. However, services such as accounting/auditing, data processing, or educational training, etc. are not subject to sales or use tax. Additionally, persons engaged in selling these services are considered to be the consumers/users and should pay sales or use tax on materials, supplies and equipment purchased for use in their businesses. Please see enclosed Rule 710:65-19-309.

If you have a list of professional services for which you would like a ruling based on their taxable or exempt status please submit them to our office. If I may be of further assistance, please feel free to contact me.

Cordially,

Brenda J. Sullivan
Tax Policy Analyst
Oklahoma Tax Commission

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IT IS OUR MISSION TO SERVE THE PEOPLE OF OKLAHOMA BY PROMOTING TAX COMPLIANCE THROUGH QUALITY SERVICE AND FAIR ADMINISTRATION