

# OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION  
TONY MASTIN, DIRECTOR

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

July 10, 2006

Re: Our File Number LR-05-057; Sales tax on a buyers' club membership.

Dear :

This is in response to your inquiry concerning the subject referenced above.

Sales tax is levied, at 68 O.S. Section 1354(11), on "Dues or fees to clubs...." Previously, this sub-section has been administered as being limited to those clubs where payment of the dues or fees entitled a person to entrance or admission to a location where food, drink, recreational, social, or athletic activities were available to members of the club. This section has not recently been administered to levy a tax on dues and fees paid to buyer's clubs where the payment of dues or a fee allows a member to make purchases at a discount.

The language in Oklahoma Tax Commission Rule 710:65-19-77, which could be read to be in conflict with the past and present administration of the statutory provision, was stricken from the rule effective June 25, 2006 as shown by the attached copy.

This response applies only to the circumstances set out in your request of April 11, 2005. 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