OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION
TONY MASTIN, DIRECTOR

PHONE (405) 521-3133
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September 27, 2005

RE: Our File Number LR-05-094;

Dear

Please be advised that the legislature enacted Section 1361.1 of Title 68, which provides that a vendor, who in good faith, obtains proper documentation at the time of sale, that the consumer is exempt, is relieved of liability. To implement and administer this section, the Commission promulgated Rule 710:65-7-6, which sets out what constitutes "proper documentation". Also, note Commission Rule 710:65-7-9 "Vendors' responsibility – sales to a manufacturer." Copies are enclosed.

Therefore, your company may accept "Sales/Manufacturers Permits" from companies claiming the exemption on the purchase of floor-cleaning equipment for use in their manufacturing operation and that present the proper required documentation as set out in the above rule.

If I can be of further assistance, please feel free to contact me.

Sincerely,

Brenda J. Sullivan
Tax Policy Analyst

Enclosure