

OKLAHOMA TAX COMMISSION

TAX POLICY DIVISION
DAWN CASH, DIRECTOR

PHONE (405) 521-3133
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September 13, 2007

Re: Sales Tax Inquiry; LR-07-145

Dear

I am writing in response to your request for confirmation that _____ may purchase oil sales tax exempt for resale to its service and repair customers. It is my understanding that _____ is in the business of servicing and repairing large compressor for third parties. Pursuant to the repair and service of these compressors, _____ purchases parts and supplies to be incorporated in the customer's equipment when the repair service is performed. _____ possesses sales tax permit number _____. Pursuant to permit number _____, _____ may purchase the referenced items including oil sales tax exempt for resale to its customers. Administrative rule provision OAC 710:65-7-8 sets forth the properly completed documentation that must be accepted from a purchaser claiming a sales tax exemption for resale and retained by the vendor in order for the vendor to be relieved of any liability for the sales tax and the duty to collect imposed by 68 O.S. § 1361 of Title 68. See also, OAC 710:65-7-6 and OAC 710:65-13-200.

This response applies only to the circumstances discussed in your request of September 11, 2007. 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 there has been no change in applicable law.

Sincerely,

OKLAHOMA TAX COMMISSION

Christy J. Caesar
Tax Policy Analyst