

OKLAHOMA TAX COMMISSION

TAX POLICY DIVISION
DAWN CASH, DIRECTOR

PHONE (405) 521-3133
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December 18, 2007

Re: LR-07-219
Federally Funded Coupon Taxability.

Dear

You were inquiring if the Federal Government coupon for the upcoming Digital-to-Analog Converter Box Coupon Program will reduce the taxable base of the converter.

Our response:

The coupon will not reduce the taxable base of the converter. If you charge \$49.00 for the converter and the coupon is for \$40.00, then the sales tax will be figured on the \$49.00 price, since this is not a discount given by

This response applies only to the circumstances discussed in your written request of December 12, 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.

If you should have any questions, please feel free to contact me.

Sincerely,

Oklahoma Tax Commission

Marc Morrison
Tax Policy & Research Division

cc. Robert Thompson
Counsel to the Commissioners

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