

OKLAHOMA TAX COMMISSION

TAX POLICY DIVISION
DAWN CASH, DIRECTOR

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August 11, 2008

Re: LR-08-019
Sales Tax Inquiry

I am writing in response to your request for guidance as to whether is required to register with the State of Oklahoma for collecting, reporting and remitting sales tax on its sales of telecommunication services. Set forth verbatim is the description of business operations along with the response to your request.

We are an out-of-state business that periodically holds seminars at various hotels in the State of Oklahoma. is the all-in-one communication solution which provides our customers control over their current phone, fax, and email systems, all from the convenience of their own computer. It is all web-based; therefore those who buy this service do not actually receive a tangible good-product as it is a telecommunications service and therefore has a monthly service fee. works together with their existing phone and phone line. Because of this, no special equipment is needed as the service merely manages communications from home, fax, and email, making their current online business more professional.

Telecommunications services are subject to sales tax in Oklahoma pursuant to 68 O.S. § 1354(4). See Oklahoma Administrative Code 710:65-19-329 and 710:65-19-330. Therefore is required to register and obtain a sales tax permit and collect state and any applicable local sales tax on sales of telecommunication services to its Oklahoma customers and remit same to the State.

A Business Registration Form can be found on the Oklahoma Tax Commission's website (oktax.state.ok.us), and I have enclosed copies of the referenced statutory and administrative code provisions that were previously mentioned.

This response applies only to the circumstances discussed in your fax request of March 12, 2008. 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,

A handwritten signature in black ink, appearing to read "Marc Morrison". The signature is written in a cursive style with a large, stylized initial "M".

Oklahoma Tax Commission

Marc Morrison

Tax Policy & Research Division