OKLAHOMA TAX COMMISSION

TAX POLICY DIVISION
DAWN CASH, DIRECTOR

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

July 16, 2008

RE: LR-08-87
Sales & Use Tax Inquiry

Dear

I am writing this response to your inquiry regarding direct payment permit holders. You had inquired if the proper reporting procedure for a direct pay permit holder is to report the total sales and use tax accrued on a separate monthly consumer's use tax return as the non-direct pay vendors. The direct pay permit number would be placed in section (D) of the return. This reflects the self-assessed tax on purchases from both in-state and out-of-state vendors who have been issued our direct pay permit.

Our Response:

You are correct in your understanding of the filing requirements for a direct payment holder. However, sales tax and use tax must be reported separately using sales and use tax forms. If you should have any questions regarding other filing requirements for direct payment holders, I have enclosed a copy of Oklahoma Tax Commission rule 710:65-9-10 for your convenience.

This response applies only to the circumstances discussed in your written request of June 25, 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,

Marc Morrison

Oklahoma Tax Commission
Marc Morrison
Tax Policy & Research Division