OKLAHOMA TAX COMMISSION

TAX POLICY DIVISION
DAWN CASH, DIRECTOR

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

April 9, 2009

Re: Sales Tax Inquiry; LR-09-058

I am writing in response to your request for clarification regarding the sales tax treatment of installation charges. Generally, installation charges which are separately stated on the bill or invoice are not included in gross receipts for sales tax calculation purposes. 68 O.S. § 1352(12). A limited exception to the general rule is that amounts billed for installation, connection, change or initiation of certain telecommunication services, regardless of whether such charges are separately stated, are taxable as a telecommunications nonrecurring charge. 68 O.S. §1354(5).

Should you have any questions or need additional information, please do not hesitate to contact me at 405 522-5234.

Sincerely,

OKLAHOMA TAX COMMISSION

Christy J. Caesar
Tax Policy Analyst