OKLAHOMA TAX COMMISSION

December 14, 2010

TPL

Effective January 1, 2011, House Bill 2556 passed during the 52nd Oklahoma Legislature, imposes a $0.50 fee on every retail sale of prepaid wireless telecommunications service occurring in Oklahoma. **If you do not sell prepaid wireless telecommunications service as described below, please disregard this letter.**

The fee is being collected to fund county 911 services involving wireless telephones. Any person selling prepaid wireless telecommunications service must collect the fee from its customers for all retail purchases of prepaid wireless telecommunications services and remit the collected fees to the Oklahoma Tax Commission by the 20th of the month following the month in which the fees are collected.

Examples of prepaid wireless telecommunications services include cellular phones preloaded with a set dollar amount, minutes or units of air time, or sold with rebates for airtime; calling cards for cellular phones preloaded with a set dollar amount; minutes or units of air time and the recharging of a reusable cellular phone calling card; or the recharging of the cellular phone itself with additional minutes or units of air time.

Your business has been identified as a potential seller of prepaid wireless telecommunications services. A reporting account has been set up for you to report and pay the prepaid wireless monthly fees. Your account number can be found in the upper right corner of this letter.

You should start collecting this fee beginning January 1, 2011. You will be expected to collect the fee, file and pay electronically using the QuickTax Business Tax filing system at www.tax.ok.gov by the 20th of each month on all sales of prepaid wireless services as defined above. For example, your January 2011 fees will be reported and paid by February 20, 2011.

If you have any questions, please call our Taxpayer Resource Center at 405-521-3160.

Sincerely,
Oklahoma Tax Commission