

OKLAHOMA TAX COMMISSION



November 15, 2010

SALES TAX EXEMPTION FOR OKLAHOMA STATE GOVERNMENTAL ENTITIES USING PURCHASING CARDS

Dear Vendor:

Please be advised that all governmental entities of the State of Oklahoma are exempt from Oklahoma sales or use taxes pursuant to Title 68, O.S. 2001, Section 1356(1). Therefore, direct purchases made by a state entity are exempt from sales tax whereas purchases made by a contractor in fulfilling a State contract are taxable to the contractor.

Purchases made using a State of Oklahoma purchasing card, by an authorized state employee, are direct purchases of the entity and are exempt under the law. A sample of the card to be presented is illustrated below.

Sincerely

OKLAHOMA TAX COMMISSION
Taxpayer Assistance Division

