



OKLAHOMA Tax Commission

SALES TAX EXEMPTION FOR OKLAHOMA GOVERNMENT ENTITIES USING FUEL CARDS

February 2, 2021

Dear Vendor,

Please be advised that all government entities of the State of Oklahoma are exempt from Oklahoma sales or use taxes pursuant to Title 68 Section 1356(1) of the Oklahoma Statutes (2001). 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 fuel card, by an authorized state employee, are direct purchases of the entity and are exempt under the law. A sample of the card is illustrated below.

Sincerely,

Oklahoma Tax Commission
Taxpayer Resource Center

