

Bill Summary
1st Session of the 58th Legislature

Bill No.:	HB 2744
Version:	ENGR
Request No.:	
Author:	Sen. Pemberton
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Bill Analysis

HB 2744 creates the Tax Exemption Fraud Prevention Act of 2021. The measure authorizes the Oklahoma Tax Commission to issue permits to businesses who qualify for the resale tax exemption. The Commission may also suspend or cancel a permit with cause. To be eligible for this exemption, the purchaser must provide a valid Sale for Resale permit to the vendor they are purchasing from. Every person holding a sales tax permit and wishing to make purchases for resale is required to secure a Sale for Resale permit annually from the Commission. The Commission may issue the permit or reject the application upon receiving the application. Each business shall be issued a separate Sale for Resale permit. The permit is not assignable and is only valid for the person whose name it is issued. If a person is found to be claiming the exemption without a valid permit, he or she shall be guilty of a misdemeanor punishable by a fine up to \$1,000.00, upon conviction, or guilty of a felony after the first offense punishable by up to \$5,000.00 and/or no more than 2 years imprisonment. The Commission is permitted to release certain information to vendors for their verification of a purchaser's exemption validity.

Prepared by: Kalen Taylor