

BILL SUMMARY
2nd Session of the 57th Legislature

Bill No.:	HB 2742
Version:	cs
Request Number:	11721
Author:	Rep. Wallace
Date:	5/5/2020
Impact:	Modifies Apportionments:

**Insurance Premium
For FY-21 and FY-22**

**Reduced Collections to Retirement Systems
Collections to HB 1017 Fund**

FY-21 \$38,815,000

Collections Restored to Systems Beginning in FY-23

Research Analysis

The committee substitute for HB2742 modifies the apportionment formula for insurance premium tax revenue to provide funding to the Education Reform Revolving Fund from September 1, 2020 through the end of fiscal year 2022. The increases are offset by equivalent percentage reductions of revenue dedicated to the Oklahoma Law Enforcement Retirement System, Oklahoma Police Pension Retirement System and Oklahoma Firefighters Pension and Retirement System.

Prepared By: Quyen Do

Fiscal Analysis

The measure modifies the apportionment schedules of the insurance premium tax for fiscal years 2021 and 2022 by reducing the percentage apportioned to the Oklahoma Firefighters Retirement, Police Pension and Law Enforcement Employees Retirement Systems and directing a portion of each source to the Education Reform Revolving (“HB 1017”) Fund.

Anticipated FY-21 revenue to the HB 1917 Fund is estimated at \$38,815,000.

Prepared By: Mark Tygret

Other Considerations

The measure provides a two year adjustment, with a five year repayment schedule for each source. Should the modified apportionment cease to be needed, the Legislature may modify the apportionments and/or the timeline.

