

Bill Summary
1st Session of the 57th Legislature

Bill No.:	SB 131
Version:	INT
Request No.:	784
Author:	Sen. Newhouse
Date:	01/04/2019

Bill Analysis

SB 131 provides a sunset date for the aircraft excise tax exemption related to aircraft which have a selling price in excess of \$2.5 million. The sunset date is July 1, 2022.

Prepared by: Kalen Taylor

OKLAHOMA TAX COMMISSION

**REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT
FIRST REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE**

DATE OF IMPACT STATEMENT: 1/15/2019

BILL NUMBER: SB 131 **STATUS AND DATE OF BILL:** Introduced 1/4/2019

AUTHORS: House n/a Senate Newhouse

TAX TYPE (S): Aircraft **SUBJECT:** Exemption

PROPOSAL: Amendatory

SB 131 proposes amendment to 68 O.S. §6003(16) by providing a sunset date of July 1, 2022, for the aircraft excise tax exemption granted to aircraft which have a selling price in excess of Two Million Five Hundred Dollars (\$2,500,000.00) and which are transferred to a purchaser who is not a resident of this state for immediate transfer out of state.

EFFECTIVE DATE: November 1, 2019

REVENUE IMPACT:

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 20: -0-

FY 21: -0-

Jan. 16, 2019
DATE

Rick Miller
DIVISION DIRECTOR

kl

1-26-2019
DATE

Huan Gong
HUAN GONG, ECONOMIST

1.23.19
DATE

Jay Mint
FOR THE COMMISSION

The estimated revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.

Attachment to Revenue Impact SB 131 [Introduced] Prepared January 15, 2019

SB 131 proposes amendment to 68 O.S. §6003(16) by providing a sunset date of July 1, 2022, for the aircraft excise tax exemption granted to aircraft which have a selling price in excess of Two Million Five Hundred Dollars (\$2,500,000.00) and which are transferred to a purchaser who is not a resident of this state for immediate transfer out of state.

Regardless of the exemption provided in Section 6003(16) of Title 68, when a plane is purchased in Oklahoma for immediate transfer out of state it is unlikely that the plane would be registered in this state triggering the imposition of aircraft excise tax. Therefore, no impact to aircraft excise tax is estimated to occur as a result of this measure.