

**OKLAHOMA TAX COMMISSION**

**REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT  
SECOND REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE**

**DATE OF IMPACT STATEMENT:** February 16, 2022

**BILL NUMBER:** SB 1305 **STATUS AND DATE OF BILL:** Engrossed 2/15/2022

**AUTHORS:** House Pfeiffer Senate Rader

**TAX TYPE (S):** Income Tax **SUBJECT:** Administrative

**PROPOSAL:** Amendatory

Engrossed SB 1305 proposes to amend 68 O.S. §§ 2385.26 and 2385.30, which relate to the 5% withholding rate for royalty interest owners and for pass-through entities, respectively. The measure matches the required withholding rate for royalty interest owners and for pass-through entities to the highest Oklahoma marginal individual income rate.

**EFFECTIVE DATE:** November 1, 2022

**REVENUE IMPACT:**

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

FY 23: None.

FY 24: None.

Feb. 16, 2022  
DATE

Rick Miller  
DIVISION DIRECTOR

bdf

2/16/2022  
DATE

Huan Gong  
HUAN GONG, ECONOMIST

2/17/2022  
DATE

[Signature]  
FOR THE COMMISSION

*The 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.*