

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 24, 2022

BILL NUMBER: SB 259 **STATUS AND DATE OF BILL:** Introduced 1/4/2021

AUTHORS: House n/a Senate Kirt

TAX TYPE (S): All **SUBJECT:** Other

PROPOSAL: Amendatory

Introduced SB 259 proposes to amend 62 O.S. §46A, which requires any economic incentive provision enacted after January 1, 2016, to include a measurable goal(s). The measure:

- Limits the duration of an economic incentive provision that is enacted, reauthorized or extended beyond a provided date of expiration after November 1, 2021, to ten or fewer years;
- Amends the definition of “incentive” to include a credit for an employee whose qualification is based on a specific degree, certification, or state license, or due to employment by an entity classified under a specific North American Industry Classification System code¹; and
- Defines “measurable goal” as a statement about the expected long-term result of an incentive, intended for use as a foundation for data collection, comparison and evaluation.

EFFECTIVE DATE: November 1, 2021

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. 28, 2022
DATE

Rick Miller
DIVISION DIRECTOR

bdf

2/28/2022
DATE

Huan Gong
HUAN GONG, ECONOMIST

3/1/2022
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.

¹ The income tax credits that may fall under the definition of “incentive” are the credit for employees in the aerospace sector, credit for employees in the vehicle manufacturing industry, and credit for qualified software or cybersecurity employees.