

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 20, 2023

BILL NUMBER: SB 314 STATUS AND DATE OF BILL: Introduced 01/12/2023

AUTHORS: House: n/a Senate: Coleman

TAX TYPE (S): Sales Tax SUBJECT: Apportionment

PROPOSAL: Amendatory

The measure proposes amendment to 68 O.S. § 1353 by increasing the current cap of Five Million Dollars (\$5,000,000) placed upon state sales tax revenues deposited to the Oklahoma Tourism Promotion Revolving Fund to Six Million Dollars (\$6,000,000) for FY 25, Six Million Five Hundred Thousand Dollars (\$6,500,000) for FY 26, and Seven Million Five Hundred Thousand Dollars (\$7,500,000) for FY 27 and subsequent fiscal years.

EFFECTIVE DATE: November 1, 2023

REVENUE IMPACT:

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

FY 24: See Attached

FY 25: See Attached

Feb. 21, 2023

DATE

Rick Miller

DIVISION DIRECTOR

2/22/2023

DATE

Huan Gong

HUAN GONG, ECONOMIST

2/22/2023

DATE

Joseph P Gappa

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.

ATTACHMENT TO REVENUE IMPACT - SB 314 [Introduced] Prepared 02/20/23

The measure proposes amendment to 68 O.S. §1353 by increasing the current cap of Five Million Dollars (\$5,000,000) placed upon state sales tax revenues deposited to the Oklahoma Tourism Promotion Revolving Fund to Six Million Dollars (\$6,000,000) for FY 25, Six Million Five Hundred Thousand Dollars (\$6,500,000) for FY 26, and Seven Million Five Hundred Thousand Dollars (\$7,500,000) for FY 27 and subsequent fiscal years.

Based on the Oklahoma Tax Commission's February, 2023 forecast, a total of \$3,205,267,000 in sales tax revenues are expected to be apportioned in FY 24.

Assuming a similar outcome for FY 25, FY 26 and FY 27 yields the following results:

FY 25

\$1,000,000 decrease in state sales tax apportioned to the General Revenue Fund with an increase of \$1,000,000 in state sales tax apportioned to the Oklahoma Tourism Promotion Revolving Fund.

FY 26

\$1,500,000 in decrease in state sales tax apportioned to the General Revenue Fund and an increase of \$1,500,000 in state sales tax apportioned to the Oklahoma Tourism Promotion Revolving Fund,

FY 27

\$2,500,000 decrease in apportionment to the General Revenue Fund with an increase of \$2,500,000 in apportionment to the Oklahoma Tourism Promotion Revolving Fund.