

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-NINTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 1, 2023

BILL NUMBER: SB 582 **STATUS AND DATE OF BILL:** Introduced 1/17/23

AUTHORS: House n/a Senate Montgomery

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

PROPOSAL: Amendatory and New Law

SB 582 proposes to enact the *Oklahoma Prosperity Act*. This measure allows for the State Treasurer to establish a program to allow employers to offer to covered employees an opportunity to contribute to an IRA established under the program for the benefit of the covered employee through withholding from wages. Allowing employers to offer covered employees an opportunity to contribute to an IRA¹ established under this program for the benefit of the covered employee through withholding from wages should cause a minimal decrease in income tax collections.

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: Unknown minimal decrease in income tax collections.

FY 25: Unknown minimal decrease in income tax collections.

Feb 5, 2023
DATE

Rick Miller
DIVISION DIRECTOR

mk

2/6/2023
DATE

Huan Gong
HUAN GONG, ECONOMIST

2/7/2023
DATE

Joseph P Gappa
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.

¹IRAs generally qualify for favorable federal and state income tax treatment under Sections 408 and 408A of the Internal Revenue Code.