

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: January 24, 2023

BILL NUMBER: SB 600 **STATUS AND DATE OF BILL:** Introduced 1/17/23

AUTHORS: House: n/a Senate: Rader

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

PROPOSAL: Amendatory

SB 600 proposes to amend 68 O.S. § 1364, requiring an individual or sole proprietor to be at least 18 years of age to obtain a sales tax permit. A parent or legal guardian may apply for a permit on behalf of an individual or sole proprietor who is not at least 18 years of age, provided, the parent or legal guardian will be considered the authorized user responsible for remitting state tax. SB 600 also proposes to amend 68 O.S. § 1364.2, relating to special events.

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: Minimal increase in sales tax revenue.

<u>Feb. 5, 2023</u> DATE	<u>Rick Miller</u> DIVISION DIRECTOR	bf
<u>2/6/2023</u> DATE	<u>Huan Gong</u> HUAN GONG, ECONOMIST	
<u>2/7/2023</u> DATE	<u>Joseph P Gappa</u> 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 600 [Introduced] Prepared 1/24/23

SB 600 proposes to amend 68 O.S. § 1364, requiring an individual or sole proprietor to be at least 18 years of age to obtain a sales tax permit. A parent or legal guardian may apply for a permit on behalf of an individual or sole proprietor who is not at least 18 years of age, provided, the parent or legal guardian will be considered the authorized user responsible for remitting state tax.

SB 600 also proposes to amend 68 O.S. § 1364.2, requiring promoters or organizers to provide vendor letters or forms to special event vendors for reporting sales tax collections and any other information that may be required by the Oklahoma Tax Commission (OTC). At least ten days prior to the start of a special event, the organizer or promoter will submit a list of all vendors registered to attend the event. Within 15 days following the conclusion of the special event, the organizer or promoter will also submit a list of vendors who actually attended the event. Each list will include the vendor's name, address, telephone number, email address, and taxpayer identification number. If a vendor holds an Oklahoma sales tax permit issued under 68 O.S. § 1364, the permit number must also be included.

The proposal further removes the deduction allowed to compensate the promoter or organizer of a special event for keeping sales tax records, filing reports and remitting the tax when due.

A minimal increase in sales tax revenue is expected beginning for FY 24 as a result of the proposal.