

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 13, 2023

BILL NUMBER: SB 703 **STATUS AND DATE OF BILL:** Senate Floor - 2/14/2023

AUTHORS: House: n/a Senate: Murdock

TAX TYPE (S): n/a **SUBJECT:** Apportionment

PROPOSAL: Amendatory

SB 703 proposed to amend 85A O.S. § 122 by specifying that if the Multiple Injury Trust Fund in any one month is insufficient to make the required payments, the unpaid portion shall be paid as soon as funds become available. SB 703 also increases the current apportionment to the Workers' Compensation Commission Revolving Fund to \$5 million each fiscal year.

EFFECTIVE DATE: Emergency - July 1, 2023

REVENUE IMPACT:

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

FY 24: None

FY 25: None

ADMINISTRATIVE IMPACT:

FY 24: Minimal

FY 25: None

Feb. 15, 2023

DATE

Rick Miller

DIVISION DIRECTOR

caj

2/15/2023

DATE

Huan Gong

HUAN GONG, ECONOMIST

2/15/2023

DATE

Joseph P. Jappa

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 FISCAL IMPACT - SB 703 - [Introduced] - Prepared 02/13/23

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Currently, the Tax Commission apportions \$4,000,000 each fiscal year into the Workers' Compensation Commission Revolving Fund.

As proposed, SB 703 will not impact state revenue because it pulls additional funding from pre-existing sources of revenue, and does not impact dollars apportioned to the general revenue fund.

Software updates will be required for the Tax Commission to properly implement the changes proposed in SB 703. This will require one-time minimal administrative resources for the development. As such we expect only a minimal administrative impact in FY 24, and no impact for FY 25.

SB 703 proposes to strike apportionment provisions that were effective for prior fiscal years. Generally, it is helpful for this information to remain in statute as OTC staff may use it to substantiate the apportionments that have previously occurred.