

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 1, 2023

BILL NUMBER: SB 999 **STATUS AND DATE OF BILL:** Introduced 1/19/2023

AUTHORS: House n/a Senate Jett

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

PROPOSAL: New Law

SB 999 proposes to require every individual acting as an agent or an employee of the Internal Revenue Service (IRS) to annually secure from the Oklahoma Tax Commission (OTC) a written license before accessing the financial information of any citizen of this state in their capacity as an agent or employee of the IRS.

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 23: -0-

FY 24: -0-

ADMINISTRATIVE IMPACT:

Insert the estimated cost or savings to the Tax Commission due to this proposed legislation.

FY 23: Unknown cost to construct licensing system

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 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 STATEMENT - SB 999 [Introduced]
Prepared 2/1/2023

SB 999 proposes to require every individual acting as an agent or an employee of the Internal Revenue Service (IRS) to annually secure from the Oklahoma Tax Commission (OTC) a written license¹ before accessing the financial information of any citizen of this state in their capacity as an agent or employee of the IRS.

The application for the license must include the following:

1. The address of the agent or employee's primary residence
2. The address of the office to which the agent or employee reports
3. The address of any residence of the agent or employee in this state, primary or otherwise

Additionally, the OTC is required to make available to the public on its website a list of agents and employees of the IRS that are licensed. The list **shall not contain** the address of any residence of the licensed agent or employee but must contain the address of the office to which the agent or employee reports.

This measure should not have a direct impact² on Oklahoma income tax collections.

¹ This measure does not address the consequences of not securing a written license from the OTC.

² Currently the OTC and the IRS have a variety of data sharing agreements. If the IRS does not allow this to continue, an unknown adverse effect on income tax collections would occur.