

OKLAHOMA TAX COMMISSION

FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-THIRD OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: January 20, 2011

BILL NUMBER: HB 1041 STATUS AND DATE OF BILL: Introduced 12/14/2010

AUTHORS: House McAffrey Senate N/A

TAX TYPE (S): Sales Tax SUBJECT: Tax Rate

PROPOSAL: Amendatory 68.O.S. § 1503

The proposal reduces the coin-operated decal for music devices, amusement devices, and any device requiring a coin or thing of value of twenty five cents (\$.25) or more from the current rate of \$150 per device to \$75 per device.

EFFECTIVE DATE: Emergency-July 1, 2011

REVENUE IMPACT:

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

FY 12: Decrease of \$4,089,000 in coin-op decal fees.

ADMINISTRATIVE IMPACT:

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

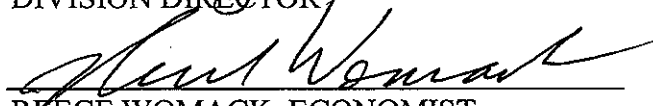
FY 12: None

2/14/11
DATE


DIVISION DIRECTOR

msm

2/14/11
DATE


REECE WOMACK, ECONOMIST

2/15/11
DATE


FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT HB 1041 [Introduced] Prepared January 20, 2011.

In 2010, Tax Commission records indicate that 54,323 full year coin-op decals were issued for music, amusement, and devices requiring a coin or thing of value of twenty five cents (\$.25) or more.

Multiplying 54,323 coin-op decals by the current one hundred and fifty dollar (\$150) fee, results in estimated collections of coin-op decal fees of \$8,178,600 for FY 2012.¹ Decreasing the fee to seventy-five dollars (\$75) per device, would result in an estimated decrease in coin operated decal fees for FY 12 of \$4,089,300.

¹ Assuming issuance of a like number of full year coin-op decals for FY 12.