OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 25, 2011

BILL NUMBER: HB 1261 **STATUS AND DATE OF BILL:** Introduced 12/30/10

AUTHORS: House Rousselot Senate N/A

TAX TYPE (S): Charity Games & Sales **SUBJECT:** Exemption

PROPOSAL: Amendatory

The measure exempts from charity games and sales tax, sales of charity games equipment to a fraternal organization operating under a lodge system which is exempt from taxation pursuant to 501(c)(10) of the Internal Revenue Code. 3A O.S. § 421 and 68 O.S. § 1355.

EFFECTIVE DATE: July 1, 2011-Emergency

REVENUE IMPACT:

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

FY 12: $72,000 decrease in charity games tax collections

ADMINISTRATIVE IMPACT:

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

FY 12: None

2/24/11 — DATE
[signature] — DIVISION DIRECTOR — bjs

2/28/11 — DATE
[signature] — REECE WOMACK, ECONOMIST

3/1/11 — DATE
[signature] — FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT–HB 1261–[Introduced]–Prepared February 25, 2011

Tax Commission records indicate that the proposed amendment would result in an estimated decrease in charity games tax collections in the amount of $72,000 for FY 12. There would not be a resulting decrease in sales tax collections since currently the sale of charity games equipment is exempt from the levy of sales tax when charity games tax is levied thereon.