

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: March 4, 2011

BILL NUMBER: HB 1657 STATUS AND DATE OF BILL: Introduced 01/06/11

AUTHORS: House Enns Senate N/A

TAX TYPE (S): Sales Tax SUBJECT: Exemption

PROPOSAL: Amendatory 68 O. S. § 1357(43)

The measure proposes to exempt from the sales tax levy the portion of photography services charged by a photographer that are attributable to sitting fees.

EFFECTIVE DATE: July 1, 2011-Emergency

REVENUE IMPACT:

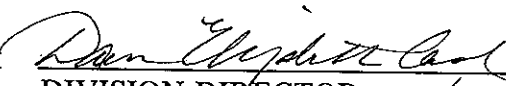
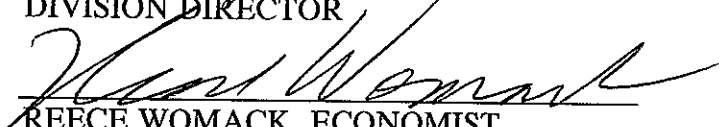
Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 12: \$154,000 decrease in sales tax collections

ADMINISTRATIVE IMPACT:

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

FY 12: None

<u>3/7/11</u> DATE	<u></u> DIVISION DIRECTOR	<u>bjs</u>
<u>3/8/11</u> DATE	<u></u> REECE WOMACK, ECONOMIST	
<u>3/8/11</u> DATE	<u></u> FOR THE COMMISSION	

ATTACHMENT TO FISCAL IMPACT—HB 1657—[Introduced]—Prepared March 4, 2011

Tax Commission records indicate that \$1,300,966 in state sales taxes were remitted for photography sales in FY 10. For purposes of this impact, it is assumed that 10% or \$130,096 of these sales is attributed to amounts charged for sitting fees. The estimated decrease in sales tax collections for FY 12 (including an 8.96% growth rate adjustment) is \$154,454.