OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: March 17, 2011

BILL NUMBER: HB 2121 **STATUS AND DATE OF BILL:** Engrossed Bill 3/8/11

AUTHORS: House Hickman Senate Branan

TAX TYPE (S): Gross Production **SUBJECT:** Exemption

PROPOSAL: Amendatory House Bill 2121 clarifies provisions in 68 O.S. Section 1001 that were previously amended under House Bill 2432 during the 2010 legislative session relating to certain horizontal and deep wells that qualify for a reduction of the gross production tax rate.

EFFECTIVE DATE: Upon passage and approval.

REVENUE IMPACT:

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

FY 12: None.

ADMINISTRATIVE IMPACT:

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

FY 11: None.

3/21/11 — Dawn Elizabeth Cash
DATE — DIVISION DIRECTOR — MJH

3/22/2011
DATE — REECE WOMACK, ECONOMIST

3/22/11
DATE — FOR THE COMMISSION

HOUSE BILL 2121
ENGROSSED 3/8/11

House Bill 2121 clarifies provisions in 68 O.S. Section 1001 that were previously amended under House Bill 2432 during the 2010 legislative session relating to certain horizontal and deep wells that qualify for a reduction of the gross production tax rate. The previous amendment inadvertently excluded qualifying wells which exist prior to July 1, 2011.

There is no revenue impact as a result of this proposal.