OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: March 3, 2011

BILL NUMBER: SB 4 **STATUS AND DATE OF BILL:** Engrossed 2/28/11

AUTHORS: House Brown Senate Wilson

TAX TYPE (S): Income Tax **SUBJECT:** Credit

PROPOSAL: Amendatory

Senate Bill 4 proposes to extend the filing period to claim the Sales Tax Relief Credit authorized under 68 O.S. § 5013.

EFFECTIVE DATE: January 1, 2012

REVENUE IMPACT:

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

FY 12: Minimal

ADMINISTRATIVE IMPACT:

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

FY 12: None

3/7/11 mck
DATE DIVISION DIRECTOR

3/8/11
DATE REECE WOMACK, ECONOMIST

3/8/11
DATE FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT - SB 4 [Engrossed] Prepared: March 3, 2011

Senate Bill 4 proposes to extend the filing period to claim the Sales Tax Relief Credit authorized under 68 O.S. § 5013.

Current Law:

Under current law, persons who do not have an income tax filing requirement are required to file their claim for the Sales Tax Relief Credit, for sales taxes paid during the preceding calendar year, by June 30th. Persons who have an income tax filing requirement have until the extended due date of their income tax return to file and claim the credit. This refundable credit cannot be claimed after these dates.

Proposed Law:

Under this proposal, persons who do not have an income tax filing requirement may file their claim up to one year after the close of the calendar year in which the sales tax was paid, beginning with sales taxes paid in 2011. In other words, tax year 2011 Sales Tax Relief Credit claims could be filed as late as December 31, 2012.

Fiscal Impact:

The estimate for this proposal is minimal. Most of the filing for this credit occurs by the current statutory due date. With this credit being in place since tax year 1990, filing behavior to claim this credit is well established. There could be some shifting of this credit, but it is anticipated that the effect of the shifting to a later date is minimal.