

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: May 18, 2011

BILL NUMBER: SB 0541 STATUS AND DATE OF BILL: Enrolled 5/16/11

AUTHORS: House Murphey and Derby Senate Sykes

TAX TYPE (S): Other SUBJECT: Administrative

PROPOSAL: Amendatory and New Law

Section 1 creates the "Oklahoma Innovation, Efficiency and Accountability Act of 2011".

Section 2 authorizes state agencies to accept an electronic signature in the application process for any license or permit excluding driver license renewal applications; provided, the use of an electronic signature does not create a significant risk to the integrity of the license or permit.

Section 3 requires appropriated state agencies to submit to the director of the Office of State Finance ("Director"), as part of their annual budget request, a detailed listing of all employees and resources dedicated to the provision of financial services including but not limited to procurement, payroll, accounts receivable and accounts payable and a certification that following the effective date of the measure and prior to July 1, 2011, no expenditure shall have been made or funds encumbered for the purchase, lease-purchase, or rental of any computers, software, telecom, information technology hardware, firmware or information technology services without the prior written approval of the State Comptroller or his/her designee. Also, the measure provides that not later than January 1, the Director must publish a financial services cost-performance assessment which documents each appropriated state agency's cost for providing financial service. Appropriated state agencies ranking in the bottom ten percent of the cost-performance assessment must enter into a contract with the Office of State Finance for the provision of shared financial services provided that the Director determines and documents that the contractual agreement will result in cost savings to the appropriated state agency. Further, the measure directs the Director to compile and publish an annual report documenting the cost savings resulting from shared services contracts.

Section 4 recodifies Section 41.5p-1 of Title 62 as Section 34.24.1 of Title 62.

EFFECTIVE DATE: August 26, 2011¹

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 12: None

May 18, 2011
DATE

Rick Miller
DIVISION DIRECTOR bjs

5-19-2011
DATE

Reece Womack
REECE WOMACK, ECONOMIST

5/20/11
DATE

[Signature]
FOR THE COMMISSION

¹ Assumes the published sine die date of May 27, 2010.

ATTACHMENT TO FISCAL IMPACT--SB 0541 [Enrolled]--Prepared May 18, 2011

Section 2

The Tax Commission has various on-line business applications that allow for an electronic signature through password access. No revenue or administrative impact is attributed to Section 2.

Section 3

Currently, the Tax Commission makes no expenditure of \$10,000 or more to purchase or lease computers, software, telecom, information technology hardware, firmware or information technology services without the prior written approval of the State Comptroller or his/her designee.

The Tax Commission has eight (8) total employees in the procurement, payroll and accounts payable areas. The accounts receivable staff is specifically dedicated to the collection of tax debts which would not be included in this law. It is unlikely that this agency would rank in the bottom 10% of the cost-performance assessment.

There is no revenue or administrative impacts associated the provisions of Section 3.