

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: May 23, 2011

BILL NUMBER: SB 0935 STATUS AND DATE OF BILL: Enrolled 05/20/2011

AUTHORS: House McCullough Senate Bingman

TAX TYPE (S): Ad Valorem SUBJECT: Exemption

PROPOSAL: Amendatory

The measure provides that an entity which has been granted a five-year manufacturing exemption for a period which included calendar year 2009 but did not meet the base-line payroll requirements during calendar year 2009 shall be allowed an exemption, to begin on January 1, 2013, for the number of years including calendar year 2009 remaining in the entity's five-year exemption period, provided such entity attains or increases payroll at or above the base-line payroll established for the exemption which was in force during calendar year 2009.

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: None

FY 13: \$3,770,000 increase in claims against the Ad Valorem Reimbursement Fund

FY 14: \$2,929,000 increase in claims against the Ad Valorem Reimbursement Fund

FY 15: \$2,179,000 increase in claims against the Ad Valorem Reimbursement Fund

FY 16: \$1,244,000 increase in claims against the Ad Valorem Reimbursement Fund

ADMINISTRATIVE IMPACT:

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

FY 12: None

May 24, 2011
DATE

Rick Miller
DIVISION DIRECTOR

cjc

DATE

REECE WOMACK, ECONOMIST

5/27/11
DATE

[Signature]
FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT SB 0935 [Enrolled] Prepared May 23, 2011

Assuming that all payroll thresholds associated with the applicable previously denied claims are met in the first year of applicability and are maintained for any remaining years of eligibility, an increase of claims against the Ad Valorem Reimbursement Fund would result as follows:

FY 12: None

FY 13: \$3,769,883

FY 14: \$2,928,550

FY 15: \$2,178,747

FY 16: \$1,243,605