OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: April 2, 2011

BILL NUMBER: SJR0016 **STATUS AND DATE OF BILL:** Engrossed 03/16/2011

AUTHORS: House Schwartz Senate Sparks and Johnson (Constance)

TAX TYPE (S): Ad Valorem **SUBJECT:** Exemption

PROPOSAL: Amendatory

Amends Section 8D, Article X of the Oklahoma Constitution providing that beginning January 1, 2013, honorably discharged veterans[1] certified by the United States Department of Veteran Affairs ("V.A.") to have a 100% permanent disability sustained through military action or accident or resulting from disease contracted while in active service shall be entitled to claim an exemption for the full amount of a manufactured home owned and occupied by the disabled veteran as a principal residence whether or not the manufactured home is located on real property owned by the disabled veteran.

EFFECTIVE DATE: Upon approval of voters-operative beginning January 1, 2013

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: None
FY 14: $242,000 local revenue loss

ADMINISTRATIVE IMPACT:

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

FY 12: None

April 2, 2011
DATE

Rick Miller
DIVISION DIRECTOR

cjc

4-4-11
DATE

Reece Womack
REECE WOMACK, ECONOMIST

4/4/11
DATE

FOR THE COMMISSION

1 The surviving spouse of a qualifying veteran is also entitled to claim this exemption provided the spouse occupies the manufactured home as a principal residence.

ATTACHMENT TO FISCAL IMPACT-SJR0016-[Engrossed]-Prepared April 2, 2011

Presently, only manufactured homes located on real property owned and occupied by the 100% disabled veteran are eligible for exemption. The proposed amendment qualifies for exemption those manufactured homes owned and occupied by the qualifying 100% disabled veteran located on land not owned by the veteran. In 2010, there were 64,000 manufactured homes classified as personal property. The average annual property tax for a manufactured home on the tax rolls as personal property is approximately $185. The number of 100% veteran's exemptions represents approximately 2% of all homestead property. Application of a like percentage for purposes of this impact yields 1,280 manufactured homes subject to exemption. [64,000 x 2% =1,280]. The additional 1,280 manufactured homes multiplied by the $185 in exempt tax results in an estimated statewide local revenue loss of approximately $242,000.