OKLAHOMA TAX COMMISSION

FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT
SECOND REGULAR SESSION, FIFTY-FOURTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: March 10, 2014

BILL NUMBER: HB 3142 **STATUS AND DATE OF BILL:** Engrossed 03/05/2014

AUTHORS: House Jackson Senate Anderson

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

PROPOSAL: Amendatory 68 O.S. § 2902

The measure proposes to amend the five year ad valorem manufacturing exemption to provide that any entity which, on or after the effective date of this act, initially is granted an exemption but which experiences damage to the tangible personal property or improvements or both used directly in the manufacturing process during the period of the exempt treatment, and does not meet the payroll requirements of subparagraph a of paragraph 4 of subsection C as a result of such damage, but which subsequently replaces or repairs the damage and meets the payroll requirement, shall be allowed an exemption for the number of years remaining, after the year of such damage, in the entity's five-year exemption period.

EFFECTIVE DATE: July 1, 2014-Emergency

REVENUE IMPACT:

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

FY 15: Unknown[1]

ADMINISTRATIVE IMPACT:

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

FY 15: None

Mar. 10, 2014 — DATE | Rick Miller — DIVISION DIRECTOR | cjc

3-10-14 — DATE | REECE WOMACK, ECONOMIST

March 11, 2014 — DATE | FOR THE COMMISSION

[1] The impact on the ad valorem reimbursement fund relating to the proposed amendment's future application on possible occurrences is unknown.