OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: April 26, 2016

BILL NUMBER: SB 672

STATUS AND DATE OF BILL: House Amendment to Senate Bill 04/21/2016

AUTHORS: House Christian Senate Griffin

TAX TYPE (S): Prepaid Wireless 911 and Oklahoma Universal Service Fund Fees

SUBJECT: Tax Levy

PROPOSAL: Amendatory 17 O.S. §§ 139.102, 139.107 & 63 O.S. § 2843.2

The measure provides for an Oklahoma Universal Service Fund "OUSF" fee to be imposed on each retail sale of prepaid wireless telecommunications service. The OUSF fee is to be collected in combination with the prepaid wireless 911 fee by the seller of the prepaid wireless telecommunications service from its customers and remitted to the OTC in accordance with procedures established under Section 2843.2 of Title 63. The Tax Commission is required under the measure to pay the portion of the combined fee representing the OUSF charge to the Corporation Commission. The OUSF fee is to be set by the Corporation Commission pursuant to the formula provided in the measure.

EFFECTIVE DATE: August 26, 2016[1]

REVENUE IMPACT:

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

FY 17: Unknown
FY 18: Unknown

ADMINISTRATIVE IMPACT:

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

FY 17: Minimal increase in administrative costs

Apr 26, 2016
DATE

DIVISION DIRECTOR

msm

4-26-16
DATE

REECE WOMACK, ECONOMIST

4/26/16
DATE

FOR THE COMMISSION

1 Assuming that the Legislature adjourns sine die May 27, 2016.

ATTACHMENT TO FISCAL IMPACT SB 672 - [HASB] - Prepared April 26, 2016

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For FY 15, the OTC collected $3,866,877 in prepaid wireless 911 fees which results in approximately 7,733,754 retail transactions upon which this fee was imposed. Based on information obtained from the Corporation Commission, the exact amount of the OUSF fee has not been determined at this time. Therefore, the amount of revenues estimated to be generated for FY 17 and FY 18 as a result of this measure is unknown.

Administrative impact

Any additional administrative costs incurred by the OTC as a result of this proposal would be minimal.