

# OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: March 11, 2016

BILL NUMBER: SB 1275 STATUS AND DATE OF BILL: Engrossed 03/09/2016

AUTHORS: House McCall Senate Jolley

TAX TYPE (S): Sales Tax SUBJECT: Administrative

PROPOSAL: New Law

The measure creates an eleven member Task Force for the Study of the Oklahoma Sales Tax Code<sup>1</sup> for the purpose of conducting a comprehensive study of the Oklahoma Sales Tax Code. The study is to include a review of 1) state and local sales tax rates in Oklahoma and how the state and combined rates compare to other states, 2) Oklahoma's state sales tax base and how that base compares to other states emphasizing the extent to which services are included therein, 3) sales tax exemptions in the Sales Tax Code, 4) the impact of Oklahoma's participation in the Streamlined Sales and Use Tax Agreement, 5) the impact of Congressional or court action regarding states' ability to tax sales of remote vendors and 6) other matters deemed relevant by the Task Force. The Task Force is charged with producing a final report of its findings and any recommendations for changes in the Sales Tax Code along with a draft of a state question to be submitted for voter approval at the general election which occurs in 2018. The report must be submitted to the Governor, State Senate President Pro Tempore and the Speaker of the Oklahoma House of Representatives not later than December 1, 2017. Staff assistance for the Task Force shall be provided by the staff of the Oklahoma Tax Commission, Oklahoma State Senate and Oklahoma House of Representatives.

EFFECTIVE DATE: September 1, 2016

### REVENUE IMPACT:

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

FY 17: None

FY 18: None

### ADMINISTRATIVE IMPACT:

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

FY 17: None

Mar. 11, 2016  
DATE

Rick Miller  
DIVISION DIRECTOR

cjc

3-14-16  
DATE

Reece Womack  
REECE WOMACK, ECONOMIST

3/15/16  
DATE

Don Carr  
FOR THE COMMISSION

<sup>1</sup> Two members are to be appointed by the Governor. Additionally the State Treasurer, Lieutenant Governor, President Pro Tempore of the Oklahoma Senate, Senate Appropriations Committee Chair, Senate Finance Chair, Speaker of the House of Representatives, House Appropriations and Budget Committee Chair, House Revenue and Tax Subcommittee Chair, and the Chair of the Oklahoma Tax Commission shall each select one member.