OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: April 27, 2016

BILL NUMBER: SB 1455 **STATUS AND DATE OF BILL:** Enrolled 04/18/2016

AUTHORS: House Coody (Jeff), Sanders, Lepak & Cockroft Senate Sharp, Griffin & Quinn

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

PROPOSAL: Amendatory

This measure amends Section 2817 of Title 68 which relates to the assessment of ad valorem tax on goods, wares and merchandise. Currently, this Section provides that these items be assessed at the value of the average amount on hand during the preceding year. The measure provides an exception to this valuation method for persons primarily engaged in selling lumber and other building materials, including cement and concrete,[1] which would be assessed at the average value of the inventory on hand as of January 1 of each year and the value of the inventory on hand as of December 31 of the same year.

EFFECTIVE DATE: January 1, 2017

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: Unknown impact to local property tax revenues.

ADMINISTRATIVE IMPACT:

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

FY 17: None

Apr. 30, 2016 — DATE | Rick Miller — DIVISION DIRECTOR | cjc

5-2-16 — DATE | Reece Womack — REECE WOMACK, ECONOMIST

5/4/16 — DATE | FOR THE COMMISSION

1The exception provided in this measure would not apply to home centers classified under the North American Industrial Classification Systems Manual as Industry No. 444110.