

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: 3/25/2019

BILL NUMBER: SB 199 STATUS AND DATE OF BILL: Engrossed 2/26/2019

AUTHORS: House Wallace Senate Thompson

TAX TYPE (S): Multiple Injury Trust Fund SUBJECT: Repeal

PROPOSAL: Amendatory, New Law and Repealer

SB 199 proposes repeal of 68 O.S. §§6101 and 6102, which provide for a rebate¹ of Multiple Injury Trust Fund assessments paid to the Tax Commission by insurance carriers writing workers' compensation insurance in Oklahoma, and self-insured employers, including group self-insurance associations. This measure also proposes new law regarding the application for rebate deadline.

EFFECTIVE DATE: Emergency-Upon passage and approval

REVENUE IMPACT:

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

FY 20: -0-

FY 21: -0-

Mar. 26, 2019
DATE

Rick Miller
DIVISION DIRECTOR

klb

3-26-2019
DATE

Huan Gong
HUAN GONG, ECONOMIST

3-26-19
DATE

Jim Mint
FOR THE COMMISSION

The estimated revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.

¹ The rebate equals two-thirds of the assessment amounts actually paid,

SB 199 proposes repeal of 68 O.S. §§6101 and 6102, which provide for a rebate² of Multiple Injury Trust Fund assessments paid to the Tax Commission by insurance carriers writing workers' compensation insurance in Oklahoma, and self-insured employers, including group self-insurance associations. The rebates are funded from individual income tax collections. Under current law, rebate applications for assessments paid in the 2018 calendar year could be filed beginning January 1, 2019, which are not eligible for payment until after July 1, 2019. SB 199 proposes repeal of the rebate and states that applications for a rebate shall not be accepted after June 30, 2019. Thus, under this proposed measure, applications for a rebate will be accepted January 1, 2019, through June 30, 2019, and will be paid out beginning July 1, 2019. There is no revenue impact associated with this measure for fiscal year 2019 or fiscal year 2020. There will be no diversion of income tax funds for fiscal year 2021.

² The rebate equals two-thirds of the assessment amounts actually paid.