

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: 2/16/2019

BILL NUMBER: SB 470 STATUS AND DATE OF BILL: Introduced 1/16/2019

AUTHORS: House n/a Senate Duggar

TAX TYPE (S): Aircraft SUBJECT: Apportionment

PROPOSAL: Amendatory

SB 470 proposes amendment to 68 § 6005 by providing for the modification of the apportionment of aircraft excise tax collections.¹

EFFECTIVE DATE: Emergency- July 1, 2019

REVENUE IMPACT:

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

FY 20: Unknown

FY 21: Unknown

Feb. 18, 2019

DATE

Rick Miller

DIVISION DIRECTOR

cls

2-18-2019

DATE

Huan Gong

HUAN GONG, ECONOMIST

2-18-19

DATE

Jimmy Mart

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 total amount of aircraft excise tax collected in Fiscal Year 2018 was \$3,683,000.

Attachment to Revenue Impact SB 470 [Introduced] Prepared February 16, 2019

SB 470 proposes amendment to 68 § 6005 by providing for the modification of the apportionment of aircraft excise tax collections. This measure removes language regarding apportionment of aircraft excise tax revenues prior to July 1, 2019.

Currently, the first four million five hundred thousand dollars (\$4,500,000) of revenues each fiscal year derived from aircraft excise tax is paid to the State Treasurer and placed to the credit of the Oklahoma Aeronautics Commission Revolving Fund, with all revenues exceeding this amount placed to the credit of the General Revenue Fund to be paid out pursuant to direct appropriation by the Legislature. SB 470 proposes to modify the apportionment of aircraft excise tax by reverting to how these monies were apportioned in FY 15. This modification states that for the fiscal year beginning July 1, 2019, and all subsequent fiscal years, one hundred percent (100%) of the revenues derived from aircraft excise tax shall be paid monthly by the Oklahoma Tax Commission to the State Treasurer and shall be placed to the credit of the Oklahoma Aeronautics Commission Revolving Fund.

The estimated revenue for this measure is unknown due to the volatile nature of aircraft sales. There is no net revenue impact associated with this measure.