

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: May 3, 2019

BILL NUMBER: SB 475 STATUS AND DATE OF BILL: Enrolled Bill 4/25/19

AUTHORS: House LePak Senate Quinn

TAX TYPE (S): Income Tax SUBJECT: Credit

PROPOSAL: Amendatory

SB 475 proposes to amend 68 O.S. §2357.32A relating to the Credit for Electricity Generated by Zero-Emission Facilities to correct a scrivener's error. "December 31" was inadvertently omitted from subsection (A).

EFFECTIVE DATE: November 1, 2019

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-

May 6, 2019
DATE

Rick Miller
DIVISION DIRECTOR

mck

5-6-2019
DATE

Huan Gong
HUAN GONG, ECONOMIST

5-7-19
DATE

Jonny White
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.

ATTACHMENT TO REVENUE IMPACT SB 475[Enrolled] Prepared: May 3, 2019

SB 475 proposes to amend 68 O.S. §2357.32A relating to the Credit for Electricity Generated by Zero-Emission Facilities to correct a scrivener's error. "December 31" was inadvertently omitted from subsection (A).¹

Under current law an income tax credit is allowed based on the amount of electricity generated by a qualified zero-emission facility. Credits earned prior to January 1, 2014, are transferable and any unused credit may be carried over for a period of ten (10) years. For credits earned on or after January 1, 2014, any credit earned but not used shall be refunded at an amount equal to eighty-five percent (85%) of the amount of the credit. The credit is fifty one-hundredths of one cent (\$0.0050) for each kilowatt-hour of electricity generated by zero-emission facilities and is available for a period of ten (10) years. With respect to electricity generated by wind, the facility must be placed in operation not later than July 1, 2017. With respect to electricity generated by moving water, sun, or geothermal energy, the facility must be placed in operation not later than December 31, 2021.

No change to Oklahoma tax collections are anticipated as a result of this proposal.

¹ Senate Bill 893 (2018)