

OKLAHOMA TAX COMMISSION

**REVENUE IMPACT STATEMENT
FIRST REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE**

DATE OF IMPACT STATEMENT: March 16, 2021

BILL NUMBER: SB 265 **STATUS AND DATE OF BILL:** Engrossed 03/11/2021

AUTHORS: House Nichols Senate Matthews

TAX TYPE (S): Sales Tax **SUBJECT:** Exemption

PROPOSAL: Amendatory

The measure proposes to amend 68 O.S. § 1356(10) to exempt from the sales tax levy, sales to persons who have entered into a public contract with city-county libraries.

EFFECTIVE DATE: November 1, 2021

REVENUE IMPACT:

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

FY 22: None
FY 23: None

Mar. 17, 2021
DATE

Rick Miller
DIVISION DIRECTOR

bjs

3/17/2021
DATE

Huan Gong
HUAN GONG, ECONOMIST

3/17/21
DATE

[Signature]
FOR THE COMMISSION

The 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 265 – [Engrossed] – Prepared March 16, 2021

The measure proposes to amend 68 O.S. § 1356(10) to exempt from the sales tax levy sales to persons who have entered into a public contract with city-county libraries.

There are four city-county libraries (“libraries”) in the state according to the Oklahoma Department of Libraries. Information obtained from the “libraries” for FY 20 indicates that only one has previously entered into contractual agreement with contractors/subcontractors to perform a building project and that another sales tax exempt entity purchased all building materials and other items necessary to complete the contract. Therefore, no revenue impact is associated with this measure.