

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT SECOND REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 18, 2022

BILL NUMBER: HB 3466 **STATUS AND DATE OF BILL:** Introduced 01/19/2022

AUTHORS: House Grego Senate n/a

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

PROPOSAL: Amendatory - 68 O.S. §§ 1358 & 1358.1

Section 1 of the measure proposes amendment to Section 1358 of Title 68 by providing a definition of "for profit agricultural production"¹.

Section 2 directs the Oklahoma Tax Commission to provide a form for the renewal of the agricultural sales tax exemption permit to include a checkbox next to a statement attesting that the permit holder has continued agricultural production activities. Individuals that submit the form with the referenced attestation selected shall be eligible for a renewed permit. Any person that willfully provides false or fraudulent information, upon conviction, shall be guilty of a felony punishable by the imposition of a fine of Two Thousand Dollars (\$2,000) or imprisonment for not more than (2) years.

EFFECTIVE DATE: November 1, 2022

REVENUE IMPACT:

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

FY 23: None

FY 24: None

ADMINISTRATIVE IMPACT:

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

FY 23: Minimal OTC costs

Feb. 18, 2022

DATE

Rick Miller

DIVISION DIRECTOR

msm

2/18/2022

DATE

Huan Gong

HUAN GONG, ECONOMIST

2/18/2022

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.

¹ "For profit agricultural production" means what is ordinarily considered a farming or ranching operation intended for profit. The term refers to the raising of food crops or livestock for sale and includes ranches, orchards, and dairies. Also, included is any feedlot operation, whether the land upon which a feedlot operation is located is used to grow crops to feed the livestock in the feedlot and regardless of whether the livestock fed are owned by person conducting the feedlot.