

OKLAHOMA TAX COMMISSION

FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT
FIRST REGULAR SESSION, FIFTY-THIRD OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: January 24, 2011

BILL NUMBER: SB 0833 **STATUS AND DATE OF BILL:** Introduced 01/20/2011

AUTHORS: House N/A Senate Russell

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

PROPOSAL: Amendatory 68.O.S.§ 1503

The proposal would reduce the coin-operated decal for music devices, amusement devices, and any device requiring a coin or thing of value of twenty five cents (\$.25) or more from the current rate of \$150 per device to \$50 per device.

EFFECTIVE DATE: Emergency-July 01, 2011

REVENUE IMPACT:

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

FY 12: \$5,462,450 decrease in coin-op decal fees

ADMINISTRATIVE IMPACT:

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

FY 12: None

DATE

DIVISION DIRECTOR

msm

DATE

REECE WOMACK, ECONOMIST

DATE

FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT SB 0833 [Introduced] Prepared January 24, 2011.

In 2010, Tax Commission records indicate that 54,323 full year coin-op decals were issued for music, amusement, and devices requiring a coin or thing of value of twenty five cents (\$.25) or more. Multiplying 54,323 coin-op decals by the current one hundred and fifty dollar (\$150) fee, results in estimated collections of coin-op decal fees of \$8,178,600 for FY 12.¹ Decreasing the fee to fifty dollars (\$50) per device, would result in an estimated decrease in coin operated decal fees for FY 12 of \$5,462,450.

¹ Assuming issuance of a like number of full year coin-op decals for FY 12.