

Revenue impact for Senate Floor Substitute for SB 969:

**From:** Dawn Cash [mailto:dcash@oktax.state.ok.us]  
**Sent:** Monday, March 14, 2011 1:43 PM  
**To:** Joanie Raff  
**Cc:** Rick Miller  
**Subject:** RE: Bill Draft for Approval! 1609.doc

SB 969 proposes to enact the *Oklahoma Equal Opportunity Education Scholarship Act*, which allows an Oklahoma income tax credit for any taxpayer who makes a contribution to an eligible scholarship-granting organization. This credit would be available for tax year 2012 and subsequent tax years.

The floor amendment for SB 969 appears to allow a maximum of \$5 million of credits to be generated in calendar 2011 and a maximum of \$5 million generated in calendar 2012. None of these credits may be claimed until tax year 2013. It is assumed that \$10 million in outstanding 2011 and 2012 credits would alter 2013 withholding/ estimated tax remittances for tax year 2013. Therefore, for FY13, it is estimated that the fiscal impact is \$4 million. The remaining \$6 million of credits from 2011 and 2012 in FY14 (withholding /estimated tax not paid in), plus \$5 million generated during calendar 2013 will be claimed on 2013 returns filed in 2014. This results in a total of \$11 million fiscal impact in FY14.

Also, the language not allowing the contribution as an itemized deduction is not in this version.