

# OKLAHOMA TAX COMMISSION

## FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT SECOND REGULAR SESSION, FIFTY-FIFTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: March 30, 2016

BILL NUMBER: HB 2691 STATUS AND DATE OF BILL: Engrossed 3/2/16

AUTHORS: House Brumbaugh Senate Mazzei

TAX TYPE (S): Various SUBJECT: Administrative

PROPOSAL: Amendatory

HB 2691 proposes to amend 68 O.S. §217 which relates to the interest rate assessed on delinquent tax and also the interest rate paid on refunds by the Tax Commission. The interest rate is currently 1 ¼% per month. This measure proposes to change the monthly interest rate to equal the New York Federal Reserve Bank prime rate plus three (3) percentage points for the immediately preceding month from the date of the delinquency until paid.<sup>1</sup>

EFFECTIVE DATE: November 1, 2016

### REVENUE IMPACT:

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

FY 17: Unknown negative impact

FY 18: Projected decrease in collections of \$4.2 million

### ADMINISTRATIVE IMPACT:

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

FY 17: Unknown estimated increase in costs to the Tax Commission is anticipated due to this proposed legislation

Mar. 30, 2016  
DATE

Rick Miller  
DIVISION DIRECTOR

jpg

3-30-16  
DATE

Reece Womack  
REECE WOMACK, ECONOMIST

3/30/16  
DATE

[Signature]  
FOR THE COMMISSION

<sup>1</sup> As the measure is presently drafted the proposed delinquent tax interest rate is per month, but revenue impact is estimated as the proposed annual delinquent tax interest rate of New York Federal Reserve Bank prime rate plus 3% which is currently 6.5%.