STATE OF OKLAHOMA

1st Session of the 56th Legislature (2017)

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 2209 By: McEntire

COMMITTEE SUBSTITUTE

An Act relating to revenue and taxation; requiring analysis of certain legislative measures by the Oklahoma Tax Commission; prescribing tax types; prescribing methods for analysis; imposing requirements for reports; providing for codification; and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 291 of Title 68, unless there is created a duplication in numbering, reads as follows:

A. At the request of the Chair of the Finance Subcommittee of the House Appropriations and Budget Committee or the Senate Finance Committee, the Oklahoma Tax Commission shall prepare an incidence impact analysis of a bill or a proposal to change the tax system which increases, decreases, or redistributes taxes by more than Twenty Million Dollars ($20,000,000.00). To the extent data is available on the changes in the distribution of the tax burden that are affected by the bill or proposal, the analysis shall report on the incidence effects that would result if the bill were enacted. The report may present information using systemwide measures, such as the Suits or other similar indexes, by income classes, taxpayer characteristics or other relevant categories. The report may include analyses of the effect of the bill or proposal on representative taxpayers. The analysis must include a statement of the incidence assumptions that were used in computing the burdens.

B. The incidence analyses shall use the broadest measure of economic income for which reliable data is available.

SECTION 2. This act shall become effective November 1, 2017.

56-1-7249 JM 03/02/17