

1 **HOUSE OF REPRESENTATIVES - FLOOR VERSION**

2 STATE OF OKLAHOMA

3 2nd Session of the 56th Legislature (2018)

4 HOUSE BILL 2991

By: McEntire of the House

5 and

6 Griffin of the Senate

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8
9 AS INTRODUCED

10 **[revenue and taxation - revenue reporting**

11 **requirements - Oklahoma Tax Commission - effective**

12 **date]**

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

16 SECTION 1. AMENDATORY Section 1, Chapter 197, O.S.L.
17 2017 (68 O.S. Supp. 2017, Section 291), is amended to read as
18 follows:

19 Section 291. A. The Oklahoma Tax Commission shall report to
20 the Legislature by March 1 of each odd-numbered year on the overall
21 incidence of the income tax and sales and other excise taxes. The
22 report shall present information on the distribution of the tax
23 burden as follows: (1) for the overall income distribution, using a
24 systemwide incidence measure, such as the Suits index or other

1 appropriate measures of equality and inequality; (2) by income
2 classes, including at a minimum, deciles of the income distribution;
3 and (3) by other appropriate taxpayer characteristics.

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

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

21 SECTION 2. This act shall become effective November 1, 2018.

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23 COMMITTEE REPORT BY: COMMITTEE ON APPROPRIATIONS AND BUDGET, dated
24 03/01/2018 - DO PASS, As Amended and Coauthored.