

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	HB 2404
Version:	FULLPCS1
Request Number:	7904
Author:	Rep. Leslie Osborn
Date:	5/11/2017
Impact:	Tax Commission (Preliminary):
	Net Positive Revenue In
	Excess of \$106.0 Million

Research Analysis

HB2404 removes the State of Oklahoma, any political subdivision of the state and agencies of a political subdivision of the state from a list of entities exempt from sales tax. As a result, sales to contractors in connection with the performance of a contract with the state or any of its political subdivisions will also no longer be exempt. The measure also specifically names the institutions of the Oklahoma State System of Higher Education, the Oklahoma Municipal Power Authority and the Office of Management and Enterprise Services as entities that would no longer be exempt from sales tax.

Prepared By: Quyen Do

Fiscal Analysis

The Tax Commission continues to refine its estimates to reflect the state entities that would be subject to sales tax, however prior analysis indicates the annualized estimate will be in excess of \$106,000,000.

Prepared By: Mark Tygret

Other Considerations

None.