

OKLAHOMA TAX COMMISSION

FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-SIXTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 3, 2017

BILL NUMBER: HB 1423 **STATUS AND DATE OF BILL:** Introduced 11/30/16

AUTHORS: House Lepak Senate n/a

TAX TYPE (S): Income Tax **SUBJECT:** Other

PROPOSAL: Amendatory

HB 1423 proposes to amend 68 O.S. §2368.2 which relates to removal of refund checkoff programs if certain levels of contributions are not met by exempting the Income Tax Checkoff Revolving Fund for the Support of the Folds of Honor Scholarship Program from the removal provisions. This measure also amends 68 O.S. § 2368.19 which relates to Support of the Folds of Honor Scholarship Program Refund Checkoff by reauthorizing this refund checkoff under the provisions of 68 O.S. § 2368.18.

EFFECTIVE DATE: November 1, 2017

REVENUE IMPACT:

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

FY 18: -0-

FY 19: -0-

ADMINISTRATIVE IMPACT:

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

FY 18: -0-

Feb. 3, 2017
DATE

Rick Miller
DIVISION DIRECTOR

mck

2-3-17
DATE

Reece Womack
REECE WOMACK, ECONOMIST

2/3/17
DATE

Dan Cook
FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT – HB 1423 [Introduced] Prepared February 3, 2017

HB 1423 proposes to amend 68 O.S. §2368.2 which relates to removal of refund checkoff programs if certain levels of contributions are not met by exempting the Income Tax Checkoff Revolving Fund for the Support of the Folds of Honor Scholarship Program from the removal provisions. This measure also amends 68 O.S. § 2368.19 which relates to Support of the Folds of Honor Scholarship Program Refund Checkoff by reauthorizing this refund checkoff under the provisions of 68 O.S. § 2368.18.

Under current law (68 O.S. § 2368.18), all income tax checkoffs provided for in state statute expire four (4) years after enactment unless reauthorized by the Legislature. Further under the provisions of 68 O.S. §2368.2 refund checkoff programs are removed from Oklahoma income tax returns if donations or contributions from income tax refunds forms do not equal Fifteen Thousand Dollars (\$15,000.00) or more for three (3) consecutive years. The Support of the Folds of Honor Scholarship Program was initially on tax year 2010 income tax returns and then removed from Oklahoma income tax returns beginning with tax year 2014.

This proposal has no effect on income tax collections.