OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 10, 2018

BILL NUMBER: SB 1547 **STATUS AND DATE OF BILL:** Introduced 01/19/2018

AUTHORS: House David Senate n/a

TAX TYPE (S): Documentary Stamp Tax **SUBJECT:** Apportionment

PROPOSAL: New and Amendatory

Section 1 provides that Oklahoma State University Center for Local Government Technology ("OSU-CLGT") is to be responsible, in cooperation with the County Assessors' Association, for the administration, support, training and implementation of the OSU-CLGT sponsored computer-assisted mass appraisal computer software system to any county using the service provided by the Ad Valorem Division of the Oklahoma Tax Commission and other counties upon request on the effective date of this Act, if such county elects to adopt the OSU-CLGT sponsored program.

Section 2 provides that on the effective date of the Act, all monies remaining in the Computer-Assisted Mass Appraisal Implementation Revolving Fund shall be transferred to the County Government Education-Technical Revolving Fund.

Section 4 proposes to revise the apportionment of documentary stamp tax collections.

Section 5 creates the "County Government Education –Technical Revolving Fund"

Sections 6 and 7 details the allocation of monies deposited in the County Government Education – Technical Revolving Fund.

EFFECTIVE DATE: July 1, 2018-Emergency

REVENUE IMPACT:

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

FY 19: $ 8,561,000 decrease in documentary stamp tax revenues to the General Revenue Fund with a like increase to the County Government Education-Technical Revolving Fund

ADMINISTRATIVE IMPACT:

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

FY 19: Unknown

Feb 10, 2018
DATE

DIVISION DIRECTOR

cjc

2-10-18
DATE

REECE WOMACK, ECONOMIST

2-10-18
DATE

FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT –SB 1547 [Introduced] Prepared February 10, 2018

Section 1 strikes the condition that only county assessor personnel involved in the actual appraisal of real property be required to achieve education accreditation. It also increases from 4 to 5 the number of academic units required for advanced accreditation of county assessors, and adds cadastral mapping as a required unit. The measure provides that all expenses incurred in the performance of the duties imposed on the Oklahoma State University Center for Local Government Technology ("OSU-CLGT") must be paid from funds deposited in the County Government Education-Technical Revolving Fund, appropriated or otherwise made available to the State Auditor, or the University may charge a reasonable fee to defray costs.

It also strikes the requirement that OSU-CLGT cooperate with the Tax Commission to provide software programs. The OSU-CLGT is to be responsible, in cooperation with the County Assessors' Association, for the administration, support, training and implementation of the OSU-CLGT sponsored computer-assisted mass appraisal computer software system to any county using the service provided by the Ad Valorem Division of the Oklahoma Tax Commission and other counties upon request on the effective date of this act, if such county elects to adopt the OSU-CLGT sponsored program. Expenses incurred in the performance of duties related to the computer-assisted mass appraisal program must be paid from funds deposited in the County Government Education – Technical Revolving Fund, appropriated or otherwise made available to the Office of the State Auditor and Inspector. All powers, duties, responsibilities, property, assets, liabilities, fund balances, encumbrances and obligations of the Ad Valorem Division of the Tax Commission relating to the computer-assisted mass appraisal system, including but not limited to program management, support and training are transferred to the OSU-CLGT.

Section 2 provides that on the effective date of the Act, all monies remaining in the Computer-Assisted Mass Appraisal Implementation Revolving Fund shall be transferred to the County Government Education-Technical Revolving Fund.

Section 4 modifies the allocation to the General Revenue Fund of documentary stamp tax revenues. Currently 95% of first $0.55 of the $0.75 fee collected is apportioned to the General Revenue Fund. The measure proposes that 60% of this amount be apportioned to the General Revenue Fund with 40% to the County Government Education-Technical Revolving Fund beginning with fiscal year FY 19.

Based on the FY 2019 forecast,[1] documentary stamp tax deposits to the general revenue fund are estimated at $21,402,000. The aforementioned apportionment change would result in the following:

$ 8,560,800 decrease in documentary stamp tax revenues to the General Revenue Fund.
$ 8,560,800 increase in documentary stamp tax revenues to the County Government Education-Technical Revolving Fund.

Section 5 creates the "County Government Education –Technical Revolving Fund"

Sections 6 and 7 details the allocation of monies deposited in the County Government Education – Technical Revolving Fund.

[1] Oklahoma Tax Commission – Revenue Forecast for FY 19 issued December 14, 2017.