

# OKLAHOMA TAX COMMISSION

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

**DATE OF IMPACT STATEMENT:** February 18, 2017

**BILL NUMBER:** SB 554 **STATUS AND DATE OF BILL:** Introduced 01/19/2017

**AUTHORS:** House n/a Senate Newhouse

**TAX TYPE (S):** Sales Tax **SUBJECT:** Administrative

**PROPOSAL:** Amendatory

The measure proposes a June 30, 2017 sunset date for the "Oklahoma Quality Events Incentive Act".

**EFFECTIVE DATE:** Emergency - Effective Upon Passage and Approval

### REVENUE IMPACT:

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

FY 18: Unknown increase in amounts apportioned pursuant to 68 O.S. § 1353.

### ADMINISTRATIVE IMPACT:

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

FY 18: None

Feb. 20, 2017

DATE

Rick Miller

DIVISION DIRECTOR

msm

2-20-17

DATE

Reece Womack

REECE WOMACK, ECONOMIST

2/20/17

DATE

For the Commission  
FOR THE COMMISSION

## **ATTACHMENT TO FISCAL IMPACT-SB 554-[Introduced]-Prepared February 18, 2017**

The measure proposes a June 30, 2017 sunset date for the "Oklahoma Quality Events Incentive Act".

The Quality Event Incentive Act<sup>1</sup> established procedures for a host community – city/county - to be reimbursed, subject to a \$250,000 per event cap, for documented expenses incurred by the host community or its certified sponsor to promote and conduct a quality event up to the amount of any additional state sales tax revenues collected as a result of that event. Total quality event reimbursement payments cannot exceed \$3,000,000 for FY 18. The current sunset date for the Act is June 30, 2018.

Oklahoma Tax Commission records indicate that state sales taxes were paid to host communities for quality events which qualified for the Oklahoma Quality Events Incentive Act in the amounts and for the fiscal years outlined below:

- FY13 \$25,000
- FY14 \$52,576
- FY15 \$384,819
- FY16 \$174,170
- FY 17 \$334,849 to date

The proposal would sunset the Act a year earlier than currently provided which could result in an unknown increase in amounts apportioned pursuant to Section 1353 of Title 68 of the Oklahoma Statutes.

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<sup>1</sup> Enacted by Laws 2010, c.386 § 1 effective July 1, 2012.