

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 12, 2017

BILL NUMBER: SB 557 **STATUS AND DATE OF BILL:** Introduced 01/19/2017

AUTHORS: House n/a Senate Newhouse

TAX TYPE (S): Aircraft **SUBJECT:** Exemption

PROPOSAL: Amendatory

The measure proposes amendment to 68 O.S. § 6003(16) by providing a sunset date of July 1, 2022 for the aircraft excise tax exemption granted aircraft which has a selling price in excess of Two Million Five Hundred Thousand Dollars (\$2,500,000.00) and which are transferred to a purchaser who is not a resident of this state for immediate transfer out-of-state.

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: None

FY 19: None

ADMINISTRATIVE IMPACT:

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

FY 18: None

Feb. 13, 2017

DATE

Rick Miller

DIVISION DIRECTOR

msm

2-13-17

DATE

Beece Womack

BEECE WOMACK, ECONOMIST

2/13/17

DATE

[Signature]

FOR THE COMMISSION

ATTACHMENT TO FISCAL IMPACT-SB 557-[Introduced]-Prepared February 12, 2017

The measure proposes amendment to 68 O.S. § 6003(16) by providing a sunset date of July 1, 2022 for the aircraft excise tax exemption granted aircraft which has a selling price in excess of Two Million Five Hundred Thousand Dollars (\$2,500,000.00) and which are transferred to a purchaser who is not a resident of this state for immediate transfer out-of-state.

Regardless of the exemption provided in Section 6003(16) of Title 68, when a plane is purchased in Oklahoma for immediate transfer out-of-state it is unlikely that the plane would be registered in this state triggering the imposition of aircraft excise tax. Therefore, no impact to aircraft excise tax is estimated to occur as a result of this measure.