

**MEMORANDUM**

**OKLAHOMA TAX COMMISSION**  
TAX POLICY AND RESEARCH

DATE: May 2, 2017  
SUBJECT: SB 837 Revision of 5/2/17  
TO: Rick Miller, Director  
FROM: Michael C. Kaufmann, Tax Policy Analyst

The revision for SB 837 proposes to amend 69 §1521 which relates to individual income tax apportionment. Under current law, individual income tax collections that would otherwise accrue to the General Revenue Fund are apportioned to the Rebuilding Oklahoma Access and Driver Safety (ROADS) fund. The scheduled apportionment for FY18 is \$571,969,915 and is scheduled to increase each FY by \$59,700,000 million until \$575,000,000 is apportioned to ROADS each FY. The chart below shows the current law and proposed law apportionment to ROADS and the anticipated increase to the General Revenue Fund.

ROADS Apportionment				
	FY18	FY19	FY20	FY21
Current	\$ 571,669,915 <sup>1</sup>	\$ 575,000,000	\$ 575,000,000	\$ 575,000,000
Proposed	\$ 320,000,000	\$ 337,700,000	\$ 397,400,000	\$ 408,000,000
Increase to GR	\$ 251,669,915	\$ 237,300,000	\$ 177,600,000	\$ 167,000,000

This measure also proposes to increase the apportionment to the ROADS fund contingent upon passage of a provision in the Oklahoma Motor Fuel Tax Code to apportion motor fuel tax revenue to the ROADS fund. Under current law, no Motor Fuel Tax is apportioned to the ROADS fund. The scheduled apportionment to the ROADS fund is as \$125,000,000 for FY18 and \$167,000,000 FY19 and all subsequent FYs.

<sup>1</sup> State Board of Equalization Proposed FY-2018 Revenue Certification 2/21/17 – Office of Management and Enterprise Services.