

Fiscal Impact
2nd Session of the 57th Legislature

Bill No.:
Version:
Author:
Date:

SB 1280
INT
Sen. Kirt
02/07/2020

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT
SECOND REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 7, 2020

BILL NUMBER: SB 1280 **STATUS AND DATE OF BILL:** Introduced 1/11/2020

AUTHORS: House n/a Senate Kirt

TAX TYPE (S): All **SUBJECT:** Other

PROPOSAL: Amendatory

SB 1280 proposes to amend Section 46A of Title 62. Section 46A requires any economic incentive provision enacted after January 1, 2016 to include a measurable goal or goals. This measure:

- Limits the duration of an economic incentive provision to ten or fewer years,
- Amends the definition of "incentive" to include a credit for an employee whose qualification is based on a specific degree, certification, or state license, or due to employment by an entity classified under a specific North American Industry Classification System code¹, and
- Defines "measurable goal" as a statement about the expected long-term result of an incentive, intended for use as a foundation for data collection, comparison and evaluation.

EFFECTIVE DATE: November 1, 2020

REVENUE IMPACT:

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

FY 21: None.

FY 22: None.

Feb. 7, 2020
DATE

Rick Miller
DIVISION DIRECTOR

lrh

2/7/2020
DATE

Huan Gong
HUAN GONG, ECONOMIST

2/7/2020
DATE

[Signature]
FOR THE COMMISSION

The revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted.

¹ The income tax credits which may fall under the definition of "incentive" are the credit for employees in the aerospace sector, credit for employees in the vehicle manufacturing industry, and credit for qualified software or cybersecurity employees.