

**Fiscal Impact**  
2<sup>nd</sup> Session of the 57<sup>th</sup> Legislature

**Bill No.:**  
**Version:**  
**Author:**  
**Date:**

**SB 1500**  
**INT**  
**Sen. Silk**  
**02/06/2020**

**OKLAHOMA TAX COMMISSION**

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

**DATE OF IMPACT STATEMENT:** January 23, 2020

**BILL NUMBER:** SB 1500 **STATUS AND DATE OF BILL:** Introduced 01/15/2019

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

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

**PROPOSAL:** Amendatory

The measure proposes to sunset, effective July 1, 2020, the 1.25% sales tax levied on the gross receipts associated with the sale of motor vehicles or any optional equipment or accessories attached to motor vehicles.

**EFFECTIVE DATE:** Emergency – July 1, 2020

**REVENUE IMPACT:**

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

FY 21: \$146,928,000 decrease in state sales tax revenues

<u>Jan. 23, 2020</u> DATE	<u>Rick Miller</u> DIVISION DIRECTOR	<u>msm</u>
<u>1/23/2020</u> DATE	<u>Huan Gong</u> HUAN GONG, ECONOMIST	
<u>1/23/2020</u> DATE	<u>J.D.B.</u> 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.*

**Attachment to Revenue Impact - SB 1500 - [Introduced] -Prepared January 23, 2020**

The measure proposes to sunset, effective July 1, 2020, the 1.25% sales tax levied on the gross receipts associated with the sale of motor vehicles or any optional equipment or accessories attached to motor vehicles.

Oklahoma Tax Commission records indicate that in FY 19, a total of \$146,928,431 in sales tax was remitted for sales of motor vehicles. Assuming similar motor vehicle transactions occur in FY 21, a decrease of \$146,928,431 in state sales tax revenues is estimated for FY 21.