

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

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

**SB 1554**  
**INT**  
**Sen. Thompson**  
**02/06/2020**

**OKLAHOMA TAX COMMISSION**

REVENUE IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT  
SECOND REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

**DATE OF IMPACT STATEMENT:** January 30, 2020

**BILL NUMBER:** SB 1554 **STATUS AND DATE OF BILL:** Introduced Bill 1/16/2020

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

**TAX TYPE (S):** n/a **SUBJECT:** Administrative and Apportionment

**PROPOSAL:** New Law

SB 1554 proposes to create the Municipal Audit Accountability Revolving Fund in the State Treasury for the Oklahoma Tax Commission. For fiscal year 2021, \$200,000 is appropriated from the General Revenue Fund to the Municipal Audit Accountability Revolving Fund. The OTC may distribute these funds to the State Auditor and Inspector at the request of a city or town to fund or offset investigative audit expenses.

**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: Decrease of \$200,000 to the General Revenue Fund; apportionment of \$200,000 to the Municipal Audit Accountability Revolving Fund.

<u>Jan. 30, 2020</u>	<u>Rick Miller</u>	<u>bdf</u>
DATE	DIVISION DIRECTOR	
<u>1/30/2020</u>	<u>Huan Gong</u>	
DATE	HUAN GONG, ECONOMIST	
<u>1/31/2020</u>	<u>J.D.K.</u>	
DATE	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 1554 [INTRODUCED] 1/30/2020**

SB 1554 proposes to create the Municipal Audit Accountability Revolving Fund in the State Treasury for the Oklahoma Tax Commission (OTC). For fiscal year 2021, \$200,000 is appropriated from the General Revenue Fund to the Municipal Audit Accountability Revolving Fund. The OTC may distribute these funds to the State Auditor and Inspector (SAI) at the request of a city or town to fund or offset investigative audit expenses.

Section 1 creates the Municipal Audit Accountability Revolving Fund (Fund) in the State Treasury for the OTC. The Fund is a continuing fund, not subject to fiscal year limitations, and consists of all monies appropriated to the Fund under this proposal. All monies accruing to the Fund may be budgeted and expended by the OTC for reimbursements to SAI for investigative audit expenses. Warrants may be issued from the Fund for claims filed with the Director of the Office of Management Services for approval and payment.

Section 2 directs the OTC to distribute monies from the Fund to SAI upon request of a city or town to fund or offset investigative audit expenses. Cities and towns must submit an adopted resolution to the OTC stating that an investigative audit by SAI was lawfully ordered, and that monies received or allocated will be solely directed to fund or offset investigative audit expenses.

Section 3 appropriates \$200,000 from the General Revenue Fund to the Municipal Audit Accountability Revolving Fund for fiscal year 2021.

Sections 4 and 5 declare an emergency, making this proposal effective on July 1, 2020.

The purpose of the Fund and the reimbursable audit activities detailed in this proposal do not appear to be consistent with the mission and responsibilities of the OTC.

A \$200,000 change in apportionment is expected due to this proposed legislation.