

BILL SUMMARY
1st Session of the 58th Legislature

Bill No.:	SB 720
Version:	ENGR
Request Number:	NA
Author:	Rep. Strom
Date:	3/29/2021
Impact:	Tax Commission

Revenue Impact: Unknown

Administrative Cost Estimate:
Unknown Increase

Research Analysis

SB 720 directs the Oklahoma Tax Commission to establish a tax amnesty program during which penalties and interest due on delinquent taxes shall be waived for certain establishments, beginning the effective date of the act and ending March 31, 2022. Taxpayers are entitled to a waiver for delinquent taxes due and owing beginning April 20, 2020, through June 20, 2021, if the taxpayer voluntarily pays the taxes due during the amnesty period. The measure directs the Commission to promulgate rules and authorizes the Commission to expend necessary available funds to advertise the program.

Prepared By: Emily McPherson

Fiscal Analysis

Review provided by the Tax Commission:

The measure authorizes and directs the Oklahoma Tax Commission (“OTC”) to establish a tax amnesty program during which penalties and interest due on delinquent taxes assessed by the OTC and imposed pursuant to 68 O.S. §§ 1351 et seq. and the Oklahoma Alcoholic Beverage Control Act shall be waived for establishments whose activities are defined or classified in the NAICS Manual under Industry Group Nos. 7224 & 7225. Taxpayers shall be entitled to a waiver of penalty and interest² due on taxes which delinquent taxes attributable to monthly tax reports due and owing are beginning April 20, 2020, through June 20, 2021, if the taxpayer voluntarily pays the taxes due during the amnesty period which shall extend from the effective date of this measure through March 31, 2022. In addition, the OTC shall promulgate rules detailing the terms and conditions of this program, is authorized to expend necessary available funds to publicly advertise this program and shall be exempt from the provisions of Section 85.7 of Title 74 for the purpose of implementing this section.

The impact to state tax revenues for FY 22 is unknown.

Administrative costs:

Administrative costs associated with the implementation of this measure are unknown at this time.

Prepared By: Mark Tygret

Other Considerations

NAICS Group No. 7224 :Drinking places (alcoholic beverages)

This industry group comprises establishments, known as bars, taverns or drinking places, primarily engaged in preparing and serving alcoholic beverages for immediate consumption. These establishments may also provide limited food services.

NAICS Group No. 7225: Full-service restaurants and limited-service eating places

This industry group comprises establishments primarily engaged in providing food services to patrons who order and are served while seated and pay after eating, or who order or select items at a counter, food bar or cafeteria line (or order by telephone) and pay before eating. This industry group includes drinking places that primarily serve food.

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