

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: February 6, 2021

BILL NUMBER: SB 915 STATUS AND DATE OF BILL: Introduced 1/21/21

AUTHORS: House n/a Senate Hall

TAX TYPE (S): Income Tax SUBJECT: Deduction

PROPOSAL: New Law

SB 915 proposes to enact a new income tax deduction for accredited investors in qualified venture capital funds and qualified Oklahoma-based startups¹, effective for tax year 2022 and subsequent tax years.

EFFECTIVE DATE: November 1, 2021

REVENUE IMPACT:

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

FY 22: Unknown decrease in income tax collections.

FY 23: Unknown decrease in income tax collections.

Feb. 10, 2021
DATE

Rick Miller
DIVISION DIRECTOR

mck

2/10/2021
DATE

Huan Gong
HUAN GONG, ECONOMIST

2/10/21
DATE

JDA
FOR THE COMMISSION

The estimated 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 Qualified venture capital funds and qualified Oklahoma-based startups are not defined in this measure, rather the Oklahoma Department of Commerce, in consultation with the Oklahoma Tax Commission is to determine the investments that qualify for the proposed deduction. The Department of Commerce is authorized to promulgate rules to enforce the provisions of this proposal. There is no data available to estimate the amount that will be potentially invested nor in how many entities. The proposed deduction will decrease income tax collections, potentially as early as tax year 2022.