

# OKLAHOMA TAX COMMISSION

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

**DATE OF IMPACT STATEMENT:** February 22, 2021

**BILL NUMBER:** SB 930 **STATUS AND DATE OF BILL:** Introduced 1/21/2021

**AUTHORS:** House N/A Senate David

**TAX TYPE (S):** Ad Valorem **SUBJECT:** Exemption

**PROPOSAL:** Amendatory

SB 930 proposes to amend 68 O.S. § 2887 modifying the list of property that is exempt from ad valorem taxation. SB 930 adds a clarifying clause that the exemption provided in this section shall not apply to a private hospital as defined in 63 O.S. § 1-701. However, 63 O.S. § 1-701 does not include a definition for a private hospital<sup>1</sup>. As the bill is currently drafted there will be no change to the ad valorem exemption as all private hospitals that are not nonprofits or charitable organizations currently owe property taxes<sup>2</sup>.

**EFFECTIVE DATE:** November 1, 2021

### REVENUE IMPACT:

FY 22: -0-

FY 23: -0-

Feb. 26, 2021

DATE

Rick Miller

DIVISION DIRECTOR

KLS

2/26/2021

DATE

Huan Gong

HUAN GONG, ECONOMIST

2/27/21

DATE

JTS

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.*

<sup>1</sup> The referenced section does define hospital as a private or public institution.

<sup>2</sup> Nonprofits are exempt from ad valorem taxation under the Oklahoma Constitution which cannot be altered by statute.