

# OKLAHOMA TAX COMMISSION

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

**DATE OF IMPACT STATEMENT:** March 7, 2024

**BILL NUMBER:** HB 3424      **STATUS AND DATE OF BILL:** Engrossed 3/7/24

**AUTHORS:** House: Archer      Senate: Garvin

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

**PROPOSAL:** New Law and Amendatory

HB 3424 proposes a new law creating the Community Quality of Life Enhancement Act (CQLE) and designates a fund to allocate money for projects that promote a high quality of life. The Oklahoma Department of Commerce is to administer funds to eligible projects submitted through local community boards. HB 3424 proposes amending 68 O.S. § 1353 (version 2)<sup>1</sup> by providing an apportionment of \$60 million to the CQLE Fund from sales tax collections, prior to any other apportionment being made, beginning in FY 25.

**EFFECTIVE DATE:** Emergency- July 1, 2024

### REVENUE IMPACT:

HB 3424 will not impact state tax collections.

### APPORTIONMENT IMPACT:

**General Revenue Fund:** \$50,016,000 decrease.

**Other Funds:** \$6,276,000 decrease to the Education Reform Revolving Fund, \$3,150,000 decrease to the Teachers' Retirement System Dedicated Revenue Revolving Fund, \$522,000 decrease to various Tourism Funds (amount is further apportioned), and \$36,000 decrease to the Oklahoma Historical Society Capital Improvement and Operations Revolving Fund.

**CQLE Fund:** \$60,000,000 increase.

3/11/24

DATE



MARIE SCHUBLE, DIVISION DIRECTOR

caj

3/7/24

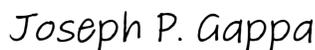
DATE



HUAN GONG, ECONOMIST

3/11/2024

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.*

<sup>1</sup>Two versions of [68 O.S. § 1353](#) are noted as effective. SB 1781 proposes changes to version 2 only.