

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: January 23, 2024

BILL NUMBER: SB 1781

STATUS AND DATE OF BILL: Introduced 1/17/24

AUTHORS: House: n/a Senate: Boren

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

PROPOSAL: New and Amendatory

The measure proposes a new law creating a Municipal Waterworks Repair Grant Program, administered by the Oklahoma Water Resources Board. SB 1781 proposes to amend 68 O.S. § 1353¹ by apportioning \$250 million to the Municipal Waterworks Repair Grant Program Revolving Fund from sales tax collections, prior to any apportionment being made to the General Revenue Fund (GRF), beginning in FY 25.

EFFECTIVE DATE: Emergency- July 1, 2024

REVENUE IMPACT:

SB 1781 will not impact tax revenue for the State but will reallocate sales tax revenue. The measure proposes an apportionment of pre-existing sales tax revenue to the proposed new Municipal Waterworks Repair Grant Program Revolving Fund, prior to any apportionments being made to the GRF. This results in a decrease of \$250 million each fiscal year to the GRF, beginning in FY 25.

FY 25: none.

FY 26: none.

1/25/24

DATE

Marie Schuble

MARIE SCHUBLE, DIVISION DIRECTOR

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1/25/24

DATE

Huan Gong

HUAN GONG, ECONOMIST

1/25/2024

DATE

Joseph P. Gappa

JOSEPH P. GAPPA, 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.

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