

**BILL SUMMARY**  
1<sup>st</sup> Session of the 60<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB1112</b>
<b>Version:</b>	<b>ENGR</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Rep. Bashore</b>
<b>Date:</b>	<b>4/8/2025</b>
<b>Impact:</b>	<b>No impact to state revenue Unknown impact to local revenues</b>

**Research Analysis**

Engrossed SB1112 requires local lodging taxes to be levied based on the gross receipts prior to any discounts, unless the seller is reimbursed by a third party for providing a discounted or comped room.

Prepared By: Quyen Do

**Fiscal Analysis**

The Oklahoma Tax Commission has provided the following analysis:

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**ESTIMATED REVENUE IMPACT:**

**FY26: No impact to state revenue, unknown impact to local revenues.**

**FY27: No impact to state revenue, unknown impact to local revenues.**

**ANALYSIS:** This measure would require lodging facilities to charge and collect county and municipal lodging taxes based on gross receipts before applying any discounts or providing complimentary rooms, unless reimbursed by a third party. Currently, lodging taxes are calculated on the discounted amount for sales, county, and municipal lodging tax purposes. There is no impact on state tax collections.

**ADMIN CONCERNS:** The bill will introduce different collection calculations for various tax types. Currently, county lodging taxes are administered by the Oklahoma Tax Commission (OTC), requiring lodging providers to apply the appropriate county tax rate to the same gross receipts as their sales tax. This also applies to the 30 municipalities that have contracted with the OTC to collect their local lodging taxes. The proposal may create inconsistencies by requiring county lodging and sales taxes to be handled differently for discounted rooms.

Prepared By: Zach Penrod, House Fiscal Staff

**Other Considerations**

None.

