

# OKLAHOMA TAX COMMISSION

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

**DATE OF IMPACT STATEMENT:** March 11, 2024

**BILL NUMBER:** HB 3427      **STATUS AND DATE OF BILL:** Engrossed 3/6/24

**AUTHORS:** House: Archer, Wallace, Menz and Hefner    Senate: Dossett and Garvin

**TAX TYPE(S):** Income Tax      **SUBJECT:** Credit

**PROPOSAL:** New Law

Engrossed HB 3427 proposes to enact a new, nonrefundable income tax credit for the purchase of a firearm safety device<sup>1</sup>. Effective for tax year 2025 and subsequent tax years, the proposed credit is 50% of the qualified expense, not to exceed \$1,000. Any unused credit may be carried forward five subsequent tax years.


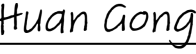
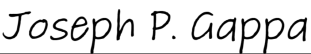
**EFFECTIVE DATE:** January 1, 2025

### REVENUE IMPACT:

Estimated sales of gun locks and safes for tax year 2025 are approximately \$6.3 million.

**FY 25: None.**

**FY 26: Estimated \$3.2 million decrease in income tax revenue.**

3/12/24		bf
DATE	MARIE SCHUBLE, DIVISION DIRECTOR	
3/11/24		
DATE	HUAN GONG, ECONOMIST	
3/14/2024		
DATE	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.***

<sup>1</sup>The proposed definition does not conform to the Streamlined Sales and Use Tax Agreement (SSUTA) and may cause the state of Oklahoma to fall out of compliance with the agreement. Under the SSUTA, "gun storage device" means a container or enclosure that is designed and marketed for the principal purpose of safely storing a firearm, and that is secured by a combination lock, key lock, or lock based on biometric information which, once locked, is incapable of being opened without the combination, key or biometric information, respectively.