

**BILL SUMMARY**  
1<sup>st</sup> Session of the 59<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB463</b>
<b>Version:</b>	<b>Engrossed</b>
<b>Request Number:</b>	<b>NA</b>
<b>Author:</b>	<b>Rep. Hilbert/ Sen. Thompson (Roger)</b>
<b>Date:</b>	<b>4/5/2023</b>
<b>Impact:</b>	<b>Sales Tax Revenues: Unknown Decrease</b>

**Research Analysis**

Engrossed SB463 extends the sunset date for the sales tax exemption for rolling stock from July 1, 2024 to July 1, 2029.

Prepared By: Quyen Do

**Fiscal Analysis**

Officials from the Oklahoma Tax Commission provided the following information related to the potential fiscal impact of SB 463:

The measure proposes amendment to 68 O.S. § 1357 by extending the sunset date of the sales tax exemption for sales of rolling stock<sup>1</sup> by the manufacturer thereof from July 1, 2024 to July 1, 2029. In addition, the measure also removes the existing criteria that in order for the sale to be exempt, it must be made by the manufacturer of the "rolling stock".

Sales tax is not reported to the Tax Commission in such a manner to allow the capture of remittance data relating to sales of rolling stock made by entities other than its manufacturer. Therefore, it is not known the extent to which the removal of the described exemption qualification requirement will impact state sales tax revenues. Consequently, it is estimated that an unknown decrease in state sales tax revenues will occur for FY 24 and FY 25.

Insert dollar amount (plus or minus) of the expected change in state revenues due to this proposed legislation.

FY 24: Unknown decrease in state sales tax revenues.  
FY 25 Unknown decrease in state sales tax revenues.

Prepared By: John McPhetridge, House Fiscal Staff

**Other Considerations**

None.

