

Fiscal Impact
1st Session of the 57th Legislature

Bill No.:
Version:
Author:
Date:

HB 1247
ENGR
Sen. Pemberton
03/25/2019

Fiscal Analysis

FY'20 Impact: None

Full Year Impact: None

Prepared by: State Department of Education

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT
FIRST REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: March 27, 2019

BILL NUMBER: HB 1247 STATUS AND DATE OF BILL: Engrossed Bill 3/13/19

AUTHORS: House McBride & Fincher Senate Pemberton

TAX TYPE (S): Income Tax SUBJECT: Credit

PROPOSAL: Amendatory

HB 1247 amends 68 O.S. § 2357.206 relating to the Oklahoma Equal Opportunity Education Scholarship Act by requiring scholarship-granting organizations and educational improvement granting organizations to submit to the Tax Commission quadrennial reports. Also, scholarship granting organizations will be required to report annually, to the Tax Commission, additional information regarding the educational scholarships funded for the previous academic year in order to maintain its registration. The Tax Commission would then be required to post certain information on its website.

EFFECTIVE DATE: November 1, 2019

REVENUE IMPACT:

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

FY 20: -0-

FY 21: -0-

March 27, 2019
DATE

Rick Miller
DIVISION DIRECTOR

mck

3-27-2019
DATE

Huan Gong
HUAN GONG, ECONOMIST

3-29-19
DATE

Jimmy McInt
FOR THE COMMISSION

The estimated 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.

ATTACHMENT TO REVENUE IMPACT - HB 1247[Engrossed] Prepared: March 27, 2019

HB 1247 amends 68 O.S. § 2357.206 relating to the Oklahoma Equal Opportunity Education Scholarship Act by adding the Tax Commission as an entity¹ that is required to receive quadrennial reports from scholarship-granting organizations and educational improvement granting organizations. Scholarship granting organizations will be required to report annually, to the Tax Commission, additional information regarding the educational scholarships funded for the previous academic year in order to maintain its registration. The Tax Commission would then be required to post certain information on its website.

The following additional information would be required to be submitted to the Tax Commission annually:

- Name and address of the scholarship-granting organization.
- Names of the qualifying schools that received funding for educational scholarships, the total amount of funds paid to each qualifying school and the total number of scholarship recipients enrolled in each qualifying school.
- Total number and total dollar amount of contributions received during the previous academic year.
- Total number and total dollar amount of educational scholarships awarded and funded during the previous academic year.
- Total number, total dollar amount and percentage of educational scholarships awarded and funded during the previous academic year shown as follows:
 - ✓ Students who qualify for the federal free and reduced-price lunch program,
 - ✓ Students who during the immediately preceding school year attended or who were eligible by virtue of the residence of the student to attend a public school in the state which was identified for school improvement by the State Board of Education,
 - ✓ Eligible special needs students, and
 - ✓ Students who were first-time recipients of a scholarship, including information about the type of public or private school the student was enrolled in during the entire previous academic year.
- Percentage of the total amount of education scholarship expenditures spent on low-income eligible students.
- Percentage of annual revenue received by the organization which was not expended on scholarships.
- Verification that the organization still meets the criteria set forth in paragraph 7 of subsection G.

The Tax Commission would be required to make available on its website the following:

- The information (delineated above) submitted by the scholarship-granting organization,
- A list of participating schools, and
- All other application information submitted to the Tax Commission by a scholarship-granting organization².

There is no revenue impact associated with this measure.

¹ Under current law, scholarship-granting organizations and educational improvement granting organization are required to submit audited financial statements to Governor, President Pro Tempore of the Senate and the Speaker of the House of Representatives. This measure would require the Tax Commission to make publicly available on its website the financial statements.

² This is overly broad. For example scholarship-granting organizations are required to submit information about their donors and the amounts donated. This requirement is in conflict with disclosure limitations under 68 O.S. § 205.