

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: February 28, 2022

BILL NUMBER: SB 1301 **STATUS AND DATE OF BILL:** Engrossed 2/22/2022

AUTHORS: House Pfeiffer Senate Rader

TAX TYPE (S): Sales and Use Tax **SUBJECT:** Administrative

PROPOSAL: Amendatory

Engrossed SB 1301 proposes to amend 68 O.S. §§ 227 and 1364.1 to require hospitals and similar institutions to apply for and utilize direct pay permits, which allow hospitals, similar institutions and medical practitioners to purchase certain medical appliances, medical devices and other medical equipment without the payment of sales or use tax to the vendor; the purchaser would directly remit the taxes due to the Oklahoma Tax Commission.¹ To claim a refund of sales taxes erroneously paid, signed notification of the vendor’s denial of the sales tax exemption must be submitted to the OTC.

EFFECTIVE DATE: November 1, 2022

REVENUE IMPACT:

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

FY 23: None.

FY 24: None.

Feb. 28, 2022
DATE

Rick Miller
DIVISION DIRECTOR

bdf

2/28/2022
DATE

Huan Gong
HUAN GONG, ECONOMIST

3/1/2022
DATE

[Signature]
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.

¹ HB 1399, effective July 1, 2013, allows health care providers and practitioners purchasing medical appliances, medical devices and other medical equipment to obtain a direct payment permit in order to purchase these items without the payment of sales or use tax to the vendor; the purchaser would directly remit the taxes due to the Oklahoma Tax Commission.