

OKLAHOMA TAX COMMISSION

**REVENUE IMPACT STATEMENT
FIRST REGULAR SESSION, FIFTY-EIGHTH OKLAHOMA LEGISLATURE**

DATE OF IMPACT STATEMENT: January 12, 2021

BILL NUMBER: SB 297 **STATUS AND DATE OF BILL:** Introduced 01/07/2021

AUTHORS: House n/a Senate Brooks

TAX TYPE (S): Sales Tax **SUBJECT:** Exemption

PROPOSAL: Amendatory

The measure proposes to amend 68 O.S. § 1356 by exempting from the sales tax levy, sales of tangible personal property or services to an entity whose mission is to provide an opportunity for communicating and associating with women who have served in the Armed Forces and to provide assistance to Oklahoma women veterans. To qualify the described entity must also be exempt from taxation pursuant 26 U.S.C., § 501(c)(19) and be comprised of women who have served or are currently serving in the United States Armed Forces.

EFFECTIVE DATE: November 1, 2021

REVENUE IMPACT:

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

FY 22: Minimal decrease in state sales tax collections

FY 23: Minimal decrease in state sales tax collections

Jan. 14, 2021
DATE

Rick Miller
DIVISION DIRECTOR

bjs

1/19/2021
DATE

Huan Gong
HUAN GONG, ECONOMIST

1/25/21
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.

ATTACHMENT TO REVENUE IMPACT –SB 297 – [Introduced] – Prepared 01/12/2021

The measure proposes to amend 68 O.S. § 1356 by exempting from the sales tax levy, sales of tangible personal property or services to an entity whose mission is to provide an opportunity for communicating and associating with women who have served in the Armed Forces and to provide assistance to Oklahoma women veterans. To qualify the described entity must also be exempt from taxation pursuant 26 U.S.C., § 501(c)(19) and be comprised of women who have served or are currently serving in the United States Armed Forces.

Presently, there is one known organization which could qualify for the proposed sales tax exemption. Information received from the entity indicates that there is a state headquarters and two local chapters. The combined components paid \$95 in state and local sales tax on their purchases of sales taxable items for FY 20. Of this amount 53% or \$50 is attributed to state sales tax.

The estimated revenue impact is minimal.