

BILL SUMMARY
1st Session of the 58th Legislature

Bill No.:	SB 236
Version:	ENGR
Request Number:	NA
Author:	Rep. Rosecrants
Date:	3/18/2021
Impact:	Tax Commission:

Sales Tax Decrease

FY-22: (\$17,000)

FY-23: (\$30,000)

Research Analysis

SB 236 provides a sales tax exemption for sales of clothing to an Oklahoma chapter of a national 501(c)(3) organization that distributes clothing to disadvantaged children through the philanthropic program Operation School Bell.

Prepared By: Emily McPherson

Fiscal Analysis

Analysis provided by the Tax Commission:

Presently, there are three known local chapters that distribute clothing to disadvantaged children through the Operation School Bell program which could qualify for the sales tax exemption. Information received indicates that the combined chapters paid \$29,204 in state sales tax on their purchases of clothing articles for FY 20.

The measure proposes an effective date of November 1, 2021. Application of inflation rate adjustments of 1.2%¹ results in an estimated decrease in state sales tax collections of \$17,447 for FY 22² and \$30,267 for FY 23 (again applying a 1.2% inflation rate adjustment).

¹ Based on latest version of the Consumer Price Index-All Urban Consumers

² Includes seven months of sales tax collections.

Prepared By: Mark Tygret

Other Considerations

None.