

# OKLAHOMA TAX COMMISSION

## FISCAL IMPACT STATEMENT AND/OR ADMINISTRATIVE IMPACT STATEMENT FIRST REGULAR SESSION, FIFTY-SIXTH OKLAHOMA LEGISLATURE

**DATE OF IMPACT STATEMENT:** February 10, 2017

**BILL NUMBER:** SB 353 **STATUS AND DATE OF BILL:** Introduced 01/18/17

**AUTHORS:** House n/a Senate David

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

**PROPOSAL:** Amendatory

The measure proposes to amend 68 O. S. § 1357 by exempting from the sales tax levy, sales of tangible personal property or services to or an association which is exempt from taxation pursuant to the provisions of the Internal Revenue Code, 26 U.S.C., Section 501(c)(19) and which is known as the National Guard Association of Oklahoma.

**EFFECTIVE DATE:** July 1, 2017

### REVENUE IMPACT:

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

FY 18: \$9,000 decrease in sales tax collections

### ADMINISTRATIVE IMPACT:

Insert the estimated cost or savings to the Tax Commission due to this proposed legislation.

FY 18: None

Feb. 10, 2017 Rick Miller  
DATE DIVISION DIRECTOR

2-11-17 Reece Womack  
DATE REECE WOMACK, ECONOMIST

2/11/17 Don Cas  
DATE FOR THE COMMISSION

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**ATTACHMENT TO FISCAL IMPACT-SB 353-[Introduced]-Prepared February 10, 2017.**

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Information received from the Association indicates that it does not presently make any sales of tangible personal property or taxable services but did remit sales tax in the amount of \$8,700 on its purchases in FY 16. Application of annual inflation rate adjustments of 2.2% yields an estimated decrease in state sales tax collections of \$9,087 for FY 18.