

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: January 11, 2024

BILL NUMBER: SB 1244 **STATUS AND DATE OF BILL:** Introduced 12/7/2023

AUTHORS: House: n/a Senate: Daniels

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

PROPOSAL: Amendatory

SB 1244 proposes to amend the sales tax exemption for nonprofit organizations which provide services during the day to homeless persons [68 O.S. § 1356(54)] by removing the population threshold requirement that a nonprofit organization providing homeless day shelter services must be located in a metropolitan area with a population in excess of 500,000 persons.

EFFECTIVE DATE: November 1, 2024

REVENUE IMPACT: In Oklahoma, there are 32 cities and towns with a population of less than 500,000 persons that currently have homeless shelters. Presupposing these homeless shelters qualify for this exemption could result in a significant decrease in state sales tax collections.

FY 25: Unknown decrease in state sales tax collections.

FY 26: Unknown decrease in state sales tax collections.

1/15/24

DATE

Marie Schuble

MARIE SCHUBLE, DIVISION DIRECTOR

bjs

1/11/24

DATE

Huan Gong

HUAN GONG, ECONOMIST

1/15/2024

DATE

Joseph P. Gappa

JOSEPH GAPPA, 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.