

Bill Summary
1st Session of the 57th Legislature

Bill No.:	SB 129
Version:	INT
Request No.:	559
Author:	Sen. Newhouse
Date:	01/04/2019

Bill Analysis

SB 129 exempts from the sales tax sales of tangible personal property or services to the flagship program “Coffee Bunker,” a veteran’s organization that provides support to veterans, active duty members of the Armed Forces, reservists and members of the National Guard to assist with the transition to civilian life.

Prepared by: Kalen Taylor

OKLAHOMA TAX COMMISSION

REVENUE IMPACT STATEMENT
FIRST REGULAR SESSION, FIFTY-SEVENTH OKLAHOMA LEGISLATURE

DATE OF IMPACT STATEMENT: January 23, 2019

BILL NUMBER: SB 129 STATUS AND DATE OF BILL: Introduced 01/04/2019

AUTHORS: House n/a Senate Newhouse

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 organization which is the flagship program of an 501(c)(3) organization which provides support to veterans, active duty members of the Armed Forces, reservists and members of the National Guard to assist with the transition to civilian life and is known as the Coffee Bunker.

EFFECTIVE DATE: Emergency – July 1, 2019

REVENUE IMPACT:

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

FY 20: \$2,900 decrease in state sales tax collections.

Jan 24, 2019
DATE

Rick Miller
DIVISION DIRECTOR

bjs

1-25-2019
DATE

Huan Gong
HUAN GONG, ECONOMIST

1-29-19
DATE

[Signature]
FOR THE COMMISSION

The estimated 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 129-[Introduced]-Prepared January 23, 2019.

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 organization which is the flagship program of an 501(c)(3) organization which provides support to veterans, active duty members of the Armed Forces, reservists and members of the National Guard to assist with the transition to civilian life and is known as the Coffee Bunker.

Information obtained from the Organization indicates total taxable expenditures in the amount of \$61,457 for FY 18. Applying the state sales tax rate of 4.5% yields a decrease in state sales tax collections of \$2,766.

Application of inflation rate adjustments of 2.3%¹ results in an estimated decrease in state sales tax collections of \$2,895 for FY 20.

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