

OKLAHOMA TAX COMMISSION

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

DATE OF IMPACT STATEMENT: January 8, 2024

BILL NUMBER: SB 1499 **STATUS AND DATE OF BILL:** Introduced 12/15/2023

AUTHORS: House: n/a Senate: Garvin

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

PROPOSAL: New Law and Amendatory


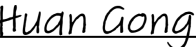
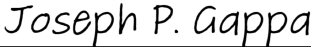
SB 1499 creates the Feminine Hygiene Program to be administered by the State Department of Health and modifies the apportionment of sales tax revenues by allocating \$1 million to the newly created Feminine Hygiene Program Revolving Fund in FY 25 and for subsequent years. This measure also proposes to amend 68 O.S. § 1356 by exempting from the sales tax levy, sales of feminine hygiene products¹ to certain organizations which are exempt from taxation pursuant to 26 U.S.C., § 501(c)(3).

EFFECTIVE DATE: November 1, 2024

REVENUE IMPACT:

FY 25: Apportionment of \$1 million to the Feminine Hygiene Program Revolving Fund and a like decrease to other funds, including the General Revenue Fund. Unknown decrease in state sales tax collections.

FY 26: Apportionment of \$1 million to the Feminine Hygiene Program Revolving Fund and a like decrease to other funds, including the General Revenue Fund. Unknown decrease in state sales tax collections.

<u>1/9/24</u>		
DATE	MARIE SCHUBLE, DIVISION DIRECTOR	<u>bjs</u>
<u>1/9/24</u>		
DATE	HUAN GONG, ECONOMIST	
<u>1/31/2024</u>		
DATE	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.

¹The proposed definition for "feminine hygiene products" does not conform to the Streamlined Sales and Use Tax Agreement and may cause the state of Oklahoma to fall out of compliance with the Agreement if the proposed definition is adopted.