



FISCAL NOTE

Senate Bill 62

Committee: Finance and Taxation Education Sponsor: Senator Arthur Orr

Analyst: Tiffany Weaver Date: 02/13/2024

Senate Bill 62 as introduced would exempt the gross proceeds of the sale of certain baby supplies, baby formula, maternity clothing, and menstrual hygiene products from sales and use tax, which would decrease sales and use tax receipts annually to: (1) the Education Trust Fund by an estimated \$8.7 million; (2) the State General Fund by an estimated \$2.5 million; and (3) local governments by an estimated \$15.2 million.

Pursuant to the provisions of the ETF Rolling Reserve Act contained in Section 29-9-3(b)(3), Code of Alabama 1975, the provisions of this bill would reduce the ETF fiscal year appropriation cap for fiscal year 2025 by \$8.7 million.