



FISCAL NOTE

House Bill 236

Committee: Finance and Taxation Education Sponsor: Representative Neil Rafferty

Analyst: Tiffany Weaver

Date: 04/24/2024

House Bill 236 as passed the House of Representatives would reduce sales tax receipts to the Education Trust Fund by an estimated \$10.3 million in Fiscal Year 2025 and \$11.2 million annually, beginning in Fiscal Year 2026 and each year thereafter, by exempting the gross proceeds of the sale of certain baby supplies, baby formula, maternity clothing, and menstrual hygiene products from state sales and use tax.

This bill could also decrease sales tax receipts to local governments by a cumulative maximum of \$15.2 million annually, if all local governments adopted the exemption provided by this bill.