

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	HB 1260
Version:	INT
Request Number:	5467
Author:	Rep. Forrest Bennett
Date:	1/20/2017
Impact:	Tax Commission:

Apportionment Change
FY-18: \$0
FY-19: \$3,020,000
FY-20: \$5,176,000

Research Analysis

The introduced measure creates the Uncompensated Care Fund within the State Treasury. It directs all revenues generated from the gross receipts tax levied upon the holder of an on-premises beer and wine, mixed beverage, caterer, public or special event license issued by the ABLE Commission, be apportioned as follows:

- Ninety-five percent to the State Treasurer and placed to the credit of the GR fund; and
- Five-percent to the Uncompensated Care Fund.

Prepared By: Scott Tohlen

Fiscal Analysis

From the Tax Commission:

Based upon the Oklahoma Tax Commission's December 15, 2016 revenue forecast, and the application of mixed beverage gross receipts to all on-premise beer sales regardless of alcohol content an estimated \$60,391,547 in mixed beverage taxes is projected to be collected October 1, 2018 through June 30, 2019 with \$103,528,367 in mixed beverage taxes estimated for FY 20

The measure proposes an effective date of October 1, 2019. The estimated impact for FY 19 is a decrease in mixed beverage tax deposits to the General Revenue Fund in the amount of \$3,019,577 with a like increase to the Uncompensated Care Fund. The impact for FY 20 is a decrease in mixed beverage tax deposits to the General Revenue Fund of \$5,176,418 with a like increase to the Uncompensated Care Fund.

Prepared By: Mark Tygret

Other Considerations

- It is important to note the effective date is October 1, 2018, not the October 1, 2019 as stated above.

- The estimates provided by the Commission indicate expected increases in overall mixed beverage collections, as FY-16 total collections equaled 53,091,199 (per Tax Commission FY-16 Annual Report)

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