

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	HB 1858
Version:	FULLPCS1
Request Number:	7073
Author:	Rep. Leslie Osborn
Date:	2/28/2017
Impact:	Estimated FY-18 Revenue Gain To the General Revenue Fund of \$322,534

Horse Racing Commission Retains Certain Revenue

**Agency Not to Receive Appropriation
Initial Year Budget of \$3,300,000**

Subject to Inflation Adjustment in Subsequent Years

Research Analysis

Please see previous summary of this measure.

Prepared By: Marcia Goff

Fiscal Analysis

The measure modifies the funding structure of the Oklahoma Horse Racing Commission (OHRC) by setting its operating budget for the initial year (FY-18 – effective date July 1, 2017) at \$3,300,000 and the funding is to be adjusted based on annual change in the Consumer Price Index for all-urban consumers (CPI-U).

Revenue currently accruing to the General Revenue Fund (GRF), estimated to approach \$1,421,300 in FY-18, based on certification documents. The most recent full appropriation for OHCE – FY-17 stands at \$1,743,834. Assuming that, at best, the agency would otherwise receive an appropriation in FY-18 of a similar amount, the elimination of the appropriation against the revenue loss to GRF would result in a gain of approximately \$322,534 in FY-18.

OHRC is authorized, at prescribed intervals, to adjust the apportionment percentages of adjusted gross revenue from gaming to provide resources to meet the approved budget amount. No changes are made to the apportionment of gaming revenue accruing to the state. According to OMES CORE system reports, total agency expenditures approached \$ 3,740,446 in FY-08 and were approximately \$ 3,104,533 in FY-16

Prepared By: Mark Tygret

Other Considerations

None.

