

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	HB 2360
Version:	CS
Request Number:	7776
Author:	Rep. Leslie Osborn
Date:	5/2/2017
Impact:	Tax Commission:

Net Positive Revenue
FY-18 (11 Months): \$20.8 Million

Research Analysis

HB2360 establishes a 7 percent mixed beverage tax on low-point beer sold and consumed on premise.

Prepared By: Quyen Do

Fiscal Analysis

From the Tax Commission:

The measure imposes a mixed beverage tax at a rate of Seven Percent (7%) on the gross receipts attributable to on premise sales of low-point beer by a retailer that has been issued a mixed beverage, caterer, public event, or special event permit issued by the ABLE Commission or a retailer that has been licensed under Section 163.7 of Title 37 to sell low-point beer for consumption on promises.

Based on FY 16 low-point excise tax collections an estimated increase in mixed beverage tax collections in the amount of \$20,807,281 for FY 18 is projected to occur as a result of this measure. [$\$22,698,857 / 12 = \$1,891,571 \times 11$ months of collections = \$20,807,281].

The extent to which additional costs associated with this measure are incurred by the Tax Commission is unknown.

Prepared By: Mark Tygret

Other Considerations

None.