

BILL SUMMARY
2nd Session of the 56th Legislature

Bill No.:	SB 1421
Version:	ENGR
Request Number:	NA
Author:	Mr. Speaker
Date:	4/11/2018
Impact:	Caps Apportionment to Funds Receiving Tobacco Products Revenue Increase to General Revenue: \$246,310 Decreases to MHSAS Fund: \$246,310

Research Analysis

Engrossed SB1421 establishes annual caps on the amount of funds that may be apportioned to the Department of Mental Health and Substance Abuse Services Revolving Fund from state and tribal excise tax collections on little cigars, cigars, smoking tobacco and chewing tobacco. The amount apportioned annually to the fund cannot exceed the three year average of the amounts apportioned for fiscal years 2015, 2016 and 2017, which is \$756,209 for tobacco product taxes collected by the state and \$201,134 for tobacco product taxes collected by tribal governments according to the Oklahoma Tax Commission. Revenues in excess of the established caps will be deposited into the General Revenue Fund.

Prepared By: Quyen Do

Fiscal Analysis

The measure provides cap on the amounts apportioned to various funds from tobacco products tax collections to no more than the three (3) year average of amounts apportioned for fiscal years 2015, 2016 and 2017. Any amounts in excess of the three year average are to be deposited into the General Revenue Fund. FY-19 estimates are based on the February estimates provided by the Tax Commission.

Outlined below is the three year average of the amounts apportioned to the Fund for fiscal years 2015, 2016 and 2017. When compared to the amounts projected to be apportioned to the Fund in FY 19, excess funds of \$246,310 are estimated for deposit to the General Revenue Fund.

Tobacco Products Tax						
Mental Health & Substance Abuse Services Revolving Fund	FY 15	FY 16	FY 17	3 Year Average	FY 19 Forecast ³	Excess to GRF
	\$704,936	\$764,301	\$799,391	\$756,209	\$901,981	\$145,772
Tobacco Products Tax (Tribal)						
Mental Health & Substance Abuse Services Revolving Fund	\$193,770	\$191,744	\$217,888	\$201,134	\$301,672	\$100,538
Total						\$246,310

3 Oklahoma Tax Commission – Revenue Forecast for FY 19 issued February 15, 2018.

Prepared By: Mark Tygret

Other Considerations

None.

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