

BILL SUMMARY
1st Session of the 56th Legislature

Bill No.:	SB 58
Version:	ENGR
Request Number:	NA
Author:	Rep. Mulready
Date:	4/3/2017
Impact:	Tax Commission:
	FY-18 Allocation Changes:
	Decrease to Tax Commission Fund: \$902,000
	Increase to General Revenue Fund: \$870,000
	Increase to Cities and Towns: \$33,000

Research Analysis

SB58 would change the current apportionment of alcoholic beverage tax by striking the allocation to the Oklahoma Tax Commission Fund and allocating two-thirds of total collections to the General Revenue Fund and one-third to counties subject to a \$13,000,000 cap.

Prepared By: Brad Wolgamott

Fiscal Analysis

From the Tax Commission:

The measure would change the current apportionment of alcoholic beverage tax by striking the allocation to the Oklahoma Tax Commission Fund and allocating two-thirds of total collections to the General Revenue Fund and one-third to counties subject to a \$13,000,000 cap. The disbursement to the Oklahoma Viticulture & Enology Center Development Revolving Fund currently authorized remains the same. In FY 16, a total of \$40,105,329 in alcoholic beverage excise taxes were apportioned as follows:

General Revenue Fund	\$25,584,779
Oklahoma Viticulture & Enology Center Development Revolving Fund	\$350,000
Counties for allocation to cities and towns	\$12,967,390
Oklahoma Tax Commission Fund	\$1,203,160

For FY 18¹ this amount would be apportioned as follows²:

General Revenue Fund	\$26,454,539
Oklahoma Viticulture & Enology Center Development Revolving Fund	\$ 350,000
Counties for allocation to cities and towns	\$13,000,000
Oklahoma Tax Commission Fund	\$ 300,790

For FY 19 this amount would be apportioned as follows²:

General Revenue Fund	\$26,755,329
Oklahoma Viticulture & Enology Center Development Revolving Fund	\$350,000
Counties for allocation to cities and towns	\$13,000,000

Apportionment of three percent (3.0%) to the Oklahoma Tax Commission Fund is eliminated.

Prepared By: Mark Tygret

Other Considerations

1 The change in alcoholic beverage excise tax apportionment proposed herein is effective October 1, 2018.

2 This comparison does not take into account the change in tax and apportionment treatment of low-point beer. Effective October 1, 2018, all beer, regardless of alcohol content, will be taxed at \$12.50 per barrel and the revenues attributable thereto will be apportioned pursuant to the provisions of 37 O.S. § 5-104.

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