

BILL SUMMARY
2nd Session of the 56th Legislature

Bill No.:	SB 888
Version:	ENGR
Request Number:	NA
Author:	Rep. Coody
Date:	4/9/2018
Impact:	Tax Commission:
	Increased Fuel Collections
	FY-19: \$797,000
	FY-10: \$1,367,000

Research Analysis

Engrossed SB888 ends a tax credit for ethanol sales on November 1, 2018. Currently, ethanol sold by retail dealer is eligible for a tax credit of \$0.016 per gallon sold.

Prepared By: Quyen Do

Fiscal Analysis

From the Tax Commission:

There is currently available to retail dealers a credit against the tax levy imposed on ethanol of one and six-tenths cents (\$0.016). SB 888 proposes that this tax credit shall end and only affect ethanol sold by a retail dealer before November 1, 2018.

Based on Oklahoma Tax Commission records, the total amount refunded to retail ethanol dealers for FY17 was \$1,366,975. The proposal set forth in SB 888 would result in an estimated increase in gasoline excise tax collections for FY18 by \$797,402 ($[\frac{7}{12}] * \$1,366,975$) and FY19 by \$1,366,975.

Prepared By: Mark Tygret

Other Considerations

None.