

BILL SUMMARY
2nd Session of the 57th Legislature

Bill No.:	HB 3905
Version:	INT
Request Number:	10131
Author:	Rep. Fetgatter
Date:	2/19/2020
Impact:	Tax Commission: Unknown Increase in Alcoholic Beverage Excise Collections

Research Analysis

HB 3905 requires excise tax levied on wine and spirits to be collected and remitted by the Oklahoma wine and spirits wholesaler who purchases the beverages for sale within the state. The excise tax levied on all wine shipped directly to the consumer by a winery with a Winemaker Self-Distribution License must be collected and remitted by the winery with said license.

Prepared By: Emily McPherson

Fiscal Analysis

Analysis provided by the Tax Commission:

The measure proposes amendment to Section 5-101 of Title 37A to require that unless otherwise provided in the section, the excise tax levied on all wine and spirits is to be collected and remitted by the Oklahoma wine and spirits wholesaler who purchases the alcoholic beverages for sale within the state. It also requires the excise tax on all wine shipped directly to a consumer by a winery maintaining either a Winemaker Self-Distribution License or a Direct Wine Shipper's Permit to be collected and remitted by the winery maintaining the license or permit.

Changing the party responsible for the remittance of alcoholic beverage excise tax assessed on wine and spirits to Oklahoma wholesalers instead of nonresident sellers could result in an unknown increase in alcoholic beverage excise tax revenues for FY 21.

Prepared By: Mark Tygret

Other Considerations

None.