

BILL SUMMARY
1st Session of the 59th Legislature

Bill No.:	HB2349
Version:	FULLPCS1
Request Number:	7691
Author:	Dempsey
Date:	2/27/2023
Impact:	OTC Analysis:
	FY24:Unknown revenue decrease
	FY25:Unknown revenue decrease
	Minimal increase in appropriations

Research Analysis

The proposed committee substitute for HB2349 exempts spirits manufactured in the state for export from alcohol excise tax. Currently, all spirit are taxed at \$1.47 per liter.

Prepared By: Quyen Do

Fiscal Analysis

In its current form, HB2349 exempts spirits manufactured in the state for export from alcohol excise tax. This measure is expected to produce a decrease in state revenues. Due to a scarcity of data collected, the extent of that decrease is unknown. The Tax Commission identifies that the modification of the tax system as required by this measure creates a minimal increase in administrative costs.

As provided by the Oklahoma Tax Commission:

The Oklahoma Tax Commission does not presently capture data relating to the alcohol content of spirits reported for tax purposes or the extent to which spirits are manufactured in this state for export. Therefore, the measure will result in an unknown decrease in alcoholic beverage excise tax revenues for FY 24 and FY 25.

To modify the alcoholic beverage excise tax system as required by the amendatory language of this measure, two weeks of development time at a cost of \$14,400 is estimated.

Prepared By: Zachary Penrod, House Fiscal Staff

Other Considerations

None.