



BILL/VERSION:	SB 1218 / INTRODUCED	ANALYST: MM
AUTHORS:	Sen. Kirt	DATE: 1/9/2026
TAX(ES):	Alcohol Excise Tax	
SUBJECT(S):	Repeal of Exemption for personal use permit	
EFFECTIVE DATE:	November 1, 2026	Emergency <input type="checkbox"/>

ESTIMATED REVENUE IMPACT:

FY27: Unknown increase in alcohol excise tax revenues.

FY28: Unknown increase in alcohol excise tax revenues.

ANALYSIS: The measure repeals Section 2-140 of Title 37A, eliminating the Personal Use Permit for alcoholic beverages, and repeals the alcohol excise tax exemption for these permit holders under Section 5-103(A)(4) of Title 37A. As a result, alcohol produced for personal consumption would become subject to the Alcohol Excise Tax. Because the number of permit holders and the volume of alcoholic produced under these permits is unknown, the resulting increase in alcohol excise tax revenues for FY27 and FY28 cannot be determined.

ADMIN CONCERNS: Repeal of the Personal Use Permit removes the primary mechanism for identifying individuals engaged in personal alcohol production. Without a permitting or registration process, the Oklahoma Tax Commission may have limited ability to identify producers, estimate production volumes, or verify potential tax liability.

<u>1/29/26</u>	<u>Huan Gong</u>
DATE	DR. HUAN GONG, CHIEF TAX ECONOMIST
<u>1/30/26</u>	<u>Marie Schuble</u>
DATE	MARIE SCHUBLE, DIVISION DIRECTOR
<u>2/2/26</u>	<u>Joseph P. Gappa</u>
DATE	JOSEPH P. GAPP, FOR THE COMMISSION

The revenue impact provided herein is an estimate of the potential impact on the collection or apportionment of tax revenues affected by the proposed legislation. It is not intended to be an estimate of the overall fiscal impact on the state budget if the proposed legislation is enacted. This estimate reflects current available data as of the date of issuance and is subject to revision if additional information becomes known.