

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 729** HLS 14RS 187

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

| | |
|---|--------------------------------|
| Date: April 2, 2014 6:30 PM | Author: JACKSON, K |
| Dept./Agy.: Revenue/Alcohol and Tobacco Control | Analyst: Deborah Vivien |
| Subject: Creates a consolidated state and local application form | |

ALCOHOLIC BEVERAGE PERMT OR NO IMPACT SG EX See Note
Creates a Uniform Alcoholic Beverage Permit Application

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Current law provides that the state and local applications for alcoholic beverage permits are filed separately with the appropriate authorities. Local permitting entities have the option of the state collecting local permit fees and retain 2% before remittance back to the local entities.

Proposed law consolidates the state and local alcoholic beverage permit application into a single form made available by the ATC Commissioner. The ATC Commissioner is also responsible for providing the state and local alcoholic beverage renewal form. The form is required to be filed with the local entity first then filed with the state within 24 hours. The local entity is responsible for certifying the application and must file an affidavit attesting to compliance with local rules and regulations. The option of the state collecting local alcoholic beverage permit fees is repealed.

| EXPENDITURES | 2014-15 | 2015-16 | 2016-17 | 2017-18 | 2018-19 | 5 -YEAR TOTAL |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | \$0 |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

| REVENUES | 2014-15 | 2015-16 | 2016-17 | 2017-18 | 2018-19 | 5 -YEAR TOTAL |
|---------------------|----------------|----------------|----------------|----------------|----------------|----------------------|
| State Gen. Fd. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Agy. Self-Gen. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Ded./Other | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Federal Funds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Local Funds | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | \$0 |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

EXPENDITURE EXPLANATION

To the extent that ATC incurs expenses related to the creation of a joint state and local application/renewal form and online processing capabilities, additional funds may be necessary. Presumably, any additional expenses will be absorbed in the current budget and are expected to be minimal since an application form and procedure are already in place. The impact on local expenditures is indeterminable but not expected to be substantial since certain local permitting administrative duties are being replaced with certification and receipt of affidavits.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. Though the state is authorized to retain 2% of any local fees collected, this has not been the practice, according to ATC. Thus, the repeal of that provision is not expected to impact state revenue.

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|---|----------------------------|--------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

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