

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington St., Suite 301
Indianapolis, IN 46204
(317) 233-0696
iga.in.gov

FISCAL IMPACT STATEMENT

LS 7161
BILL NUMBER: HB 1299

NOTE PREPARED: Mar 2, 2022
BILL AMENDED:

SUBJECT: Permit Transfers and Tax Hold Extensions.

FIRST AUTHOR: Rep. Smaltz
FIRST SPONSOR: Sen. Alting

BILL STATUS: Enrolled

FUNDS AFFECTED: GENERAL
 DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill allows the Alcohol and Tobacco Commission (ATC) to transfer a beer wholesaler's permit from the beer wholesaler permittee to the permittee's immediate relative who holds a majority share in another wholesaler permit, if: (1) the permittee is at least 75 years of age; and (2) the permittee and the immediate relative have each held their respective wholesaler permits for at least 10 years.

The bill also allows the ATC to extend, one time and for not more than 90 days, the permit term of an applicant for permit renewal that is delinquent in paying a listed tax.

Effective Date: July 1, 2022.

Explanation of State Expenditures: The bill's provisions regarding the transfer of certain wholesaler permits and granting permit extensions could potentially increase the ATC's workload. However, the bill's requirements are within the ATC's routine administrative functions and should be able to be implemented with no additional appropriations, assuming near customary agency staffing and resource levels.

Explanation of State Revenues: If additional wholesaler permits are transferred, permit fee revenue could potentially increase by a minimal amount. The fee for the transfer of a permit is \$250, and the annual fee for a beer wholesaler permit is \$2,000. Revenue is deposited in the General Fund (66%) and the Enforcement and Administration Fund (34%).

Revenue from letter of extension fees could increase to the extent that the ATC grants extensions to permittees that are delinquent in paying taxes. Of the \$200 fee, \$50 is deposited in the General Fund, and the remainder is deposited in the Enforcement and Administration Fund.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Alcohol and Tobacco Commission.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Lauren Tanselle, 317-232-9586.