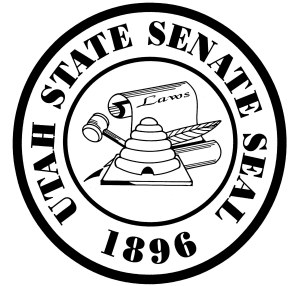




Fiscal Note
H.B. 442 1st Sub. (Buff)
2017 General Session
Alcohol Amendments
by Wilson, B. (Wilson, Brad.)



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$3,804,300	\$330,000	\$4,134,300

State Government

UCA 36-12-13(2)(b)

Enactment of this legislation could increase revenue to the Liquor Control Fund by \$4,950,000 ongoing beginning in FY 2018 plus \$330,000 one-time in FY 2018 as a result of the following components: 1) \$4,400,000 from the 2% increase in the markup; \$385,000 ongoing off-premise beer license plus \$330,000 one-time; \$55,000 from streamlined renewal fees; and \$110,000 from training fees. The revenue increase combined with the Alcoholic Beverage Control costs identified below could increase the year-end transfers to the following accounts: General Fund \$3,941,200 ongoing and \$330,000 one-time; Parents Empowered \$26,400; Alcoholic Beverage Control Act Enforcement Fund \$44,000; and the School Lunch Account \$440,000.

Revenues	<i>FY 2017</i>	<i>FY 2018</i>	<i>FY 2019</i>
General Fund	\$0	\$3,941,200	\$3,941,200
GFR - Underage Drinking Prevention	\$0	\$26,400	\$26,400
Alcoholic Beverage Control Act Enforcement Fund	\$0	\$44,000	\$44,000
Liquor Control Fund	\$0	\$498,400	\$498,400
General Fund, One-Time	\$0	\$330,000	\$0
Restricted Accounts and Funds	\$0	\$440,000	\$440,000
Total Revenues	\$0	\$5,280,000	\$4,950,000

Enactment of this legislation could cost the Department of Alcoholic Beverage Control \$498,400 annually for salary and benefits for 5 FTE to administer the changes proposed in the legislation including license and compliance, management, and training. Enactment of this legislation could also cost the Department of Public Safety \$140,000 one-time in FY 2017 and \$12,500 ongoing from the Alcoholic Beverage Control Act Enforcement Fund in FY 2018 for database development and maintenance. Ongoing costs for the Attorney General from the General Fund could also increase by \$136,900 for attorney and staff support related to enforcement provisions of the bill.

Expenditures	<i>FY 2017</i>	<i>FY 2018</i>	<i>FY 2019</i>
General Fund	\$0	\$136,900	\$136,900
Alcoholic Beverage Control Act Enforcement Fund	\$140,000	\$12,500	\$12,500
Liquor Control Fund	\$0	\$498,400	\$498,400
Total Expenditures	\$140,000	\$647,800	\$647,800

Net All Funds	\$(140,000)	\$4,632,200	\$4,302,200
----------------------	--------------------	--------------------	--------------------

Local Government

UCA 36-12-13(2)(c)

Enactment of this legislation likely will not result in direct, measurable costs for local governments.

Enactment of this legislation could increase the cost of purchasing alcohol by two percent, resulting in an aggregate increase of \$4,400,000 annually. Businesses electing to file under certain licenses authorized in the bill could see an increase in costs of \$325 initially and \$175 each year thereafter. Renewal fees have been streamlined in the bill resulting in additional revenue from some licensees totaling \$55,000 in the aggregate. Licensees could also pay a \$25 training fee authorized in the bill for aggregate revenue of \$110,000 annually.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.