AN ACT STREAMLINING THE LIQUOR CONTROL ACT.

As Amended by Senate “A” (LCO 9541)

Senate Calendar No.: 287

OFA Fiscal Note

State Impact:

<table>
<thead>
<tr>
<th>Agency Affected</th>
<th>Fund-Effect</th>
<th>FY 20 $</th>
<th>FY 21 $</th>
<th>FY 22 $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Consumer Protection, Dept.</td>
<td>GF - Revenue Gain</td>
<td>None</td>
<td>800,000 to 900,000</td>
<td>800,000 to 900,000</td>
</tr>
<tr>
<td>Consumer Protection, Dept.</td>
<td>GF - Revenue Loss</td>
<td>None</td>
<td>Up to $120,000</td>
<td>Up to $120,000</td>
</tr>
<tr>
<td>Department of Revenue Services</td>
<td>GF - Revenue Gain</td>
<td>At least 25,000</td>
<td>At least 50,000</td>
<td>At least 50,000</td>
</tr>
<tr>
<td>Consumer Protection, Dept.</td>
<td>GF - Potential Revenue Gain</td>
<td>None</td>
<td>See Below</td>
<td>See Below</td>
</tr>
</tbody>
</table>

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill makes various changes to the Liquor Control Act and results in various revenue gains described below.

Revenue Impact:

- The bill consolidates various liquor permits and results in a revenue gain of $800,000 to $900,000 beginning in FY 21.

- Section 19 results in a revenue loss of up to $120,000 beginning in FY 21 associated with granting restaurant permittees the same privileges as the caterer permit for no fee. The total revenue loss will be dependent on how many of the current 268 caterer permits are restaurants and will no
longer have to pay for this permit.

- Section 1 requires a manufacturer permittee for beer to pay the Alcohol Excise Tax for beer sold for on-premises consumption for amounts over 15 barrels, \(^1\) which results in an estimated revenue gain of at least in $25,000 in FY 20 and at least $50,000 in FY 21 and annually thereafter.

- Section 6 allows gift basket permits to include beer and results in a potential revenue gain of under $2,500 per year starting in FY 21. In FY 18 there were 11 of these permits issued (a permit costs $200) and it’s anticipated this change will generate 10 or fewer new permits per year.

- Section 26 creates a new out-of-state retailer shipper’s permit for wine and results in potential revenue gain to the extent this new permit is applied for ($600 per permit).

Senate “A” strikes the underlying bill and results in the fiscal impact described above.

**The Out Years**

The fiscal impact identified above would continue into the future subject to the number of liquor permits applied for and inflation.

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\(^1\) The bill does not specify if this is an annual or lifetime limit.