

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0508-02
Bill No.: HB 616
Subject: Alcohol; Cities, Towns and Villages.
Type: Original
Date: March 11, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Office of the State Courts Administrator** and the **Office of the State Public Defender** each assume the proposal would not fiscally impact their respective agencies.

In response to a similar proposal from this year, HCS for HB 450, officials from the **Office of Prosecution Services** assumed the proposal would not have a significant fiscal impact on county prosecutors.

Officials from the **Department of Public Safety - Alcohol and Tobacco Control (ATC)** estimate that one license will be issued in FY 2006, creating additional revenue in that one year of \$42. The license will only be issued this one year for the City of Kenswick to sell a wine collection that has been donated to the city.

ATC states that cities may charge 150% of state liquor license fees (Section 311.22) and counties may charge a fee equal to state liquor license fees (Section 311.220). The proposed section states that the new state liquor license fee will be \$50 annually (Section 311.193). Because this license will only be issued for 10 out of 12 months, the license fee is 10/12 of \$50, which is equal to \$42 for the state and the county. The city may charge 10/12 of \$75, which is equal to \$63. This one

ASSUMPTION (continued)

license will be issued to the City of Kenswick in 2006 and the City will also receive the license fees for the license. Therefore, the city license fees will net out to zero impact.

Officials from the cities of **Imperial**, **Barnhart** and **Kimmswick** did not respond to Oversight's request for fiscal impact.

Oversight assumes the proposal would allow the city of Kimmswick (in Jefferson County) to apply for a liquor license. Oversight will assume the fiscal impact to the state, to the City of Kimmswick and to Jefferson County is immaterial for purposes of the fiscal note.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

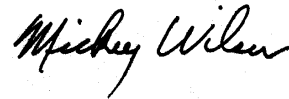
This proposal allows municipalities to sell vintage wine at an auction on consignment through auctioneers or by licensed, designated municipal employees through a sealed bid process.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Public Safety
Alcohol and Tobacco Control
Office of the State Courts Administrator
Office of Prosecution Services
Office of the State Public Defender

NOT RESPONDING: Cities of Imperial, Barnhart and Kimmswick

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Director
March 11, 2005