

FISCAL NOTE

Bill #: HB0399

Title: Revise deposit of liquor license fees –
time for publication of license notice

**Primary
Sponsor:** Joe McKenney

Status: Final Bill

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY2002 Difference</u>	<u>FY2003 Difference</u>
Expenditures:		
General Fund	\$(1,125,496)	\$(1,128,159)
Proprietary	1,125,203	1,127,866
Revenue:		
General Fund	\$(1,125,203)	\$(1,127,866)
Proprietary - DOR I.S. Fund	1,125,203	1,127,866
Net Impact on General Fund Balance:	\$(293)	\$(293)

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact	X		Technical Concerns
X		Included in the Executive Budget	X		Significant Long-Term Impacts
X		Dedicated Revenue Form Attached	X		Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. Under current law, revenue collected from liquor license fees and permit fees is deposited in the state general fund. The Department of Revenue (DOR) receives an appropriation to fund the administrative expenses for liquor license administration and fee collection from the state general fund.
2. Under this proposal, the revenue collected by the Department of Revenue from liquor license fees and permit fees is deposited into the Department of Revenue's internal service (I.S.) fund. The DOR shall pay its administrative expenses for liquor license administration and fee collection from the proceeds of the collections of liquor license fees and permits fees. The Department of Justice (DOJ) will pay gaming

control expenditures from the internal service fund. The DOR shall transfer the net amount to the state general fund, which is \$674,797 in fiscal 2002 and \$672,134 in fiscal 2003. The net amount under this section is total collections minus DOR and DOJ administration costs.

3. The DOR estimates the administration costs to be \$558,293 in fiscal 2002 and 2003, and the total collections from liquor license fees and permit fees to be \$1,800,000 in fiscal 2002 and 2003.
4. Department of Justice, Gambling Control Division operating budget is \$611,103 in FY2002 and \$613,766 in FY2003. The amount shown as a reduction in general fund expenditures does not include the general fund appropriation for the Automated Accounting and Reporting System (\$380,000). It is assumed that the AARS will continue to be supported with general fund revenue.
5. Assumes the Department of Revenue will contract with the Department of Justice for additional services in the license investigations process (\$43,900). .
6. HB2 free conference committee approved the dollar amounts listed in this fiscal note for Justice and Revenue.

FISCAL IMPACT:

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
<u>Expenditures:</u>		
General Fund - DOR	\$(558,293)	\$(558,293)
General Fund – DOJ	\$(567,203)	\$(569,866)
Proprietary - DOR	\$514,100	\$514,100
Proprietary - DOJ	\$611,103	\$613,766
<u>Revenues:</u>		
General Fund – Revenue	\$(1,800,000)	\$(1,800,000)
General Fund – Transfer	\$674,797	\$672,134
Proprietary Fund – Revenue	\$1,800,000	\$1,800,000
Proprietary Fund – Transfer	\$(674,797)	\$(672,134)
<u>Net Impact to Fund Balance (Revenue minus Expenditure):</u>		
General Fund	\$(293)	\$(293)
Proprietary Fund	\$0	\$0