



GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Fiscal Note 2015 Biennium

<b>Bill #</b>	HB0424
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<b>Title:</b>	Allow tasting event by limited sellers of wine consumed off-premises
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<b>Primary Sponsor:</b>	Pomnichowski, JP
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<b>Status:</b>	As Introduced
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|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact     | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input checked="" type="checkbox"/> Technical Concerns   |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts           | <input type="checkbox"/> Dedicated Revenue Form Attached |

### FISCAL SUMMARY

	<b>FY 2014 Difference</b>	<b>FY 2015 Difference</b>	<b>FY 2016 Difference</b>	<b>FY 2017 Difference</b>
<b>Expenditures:</b>				
General Fund	\$8,000	\$0	\$0	\$0
<b>Revenue:</b>				
General Fund	\$0	\$0	\$0	\$0
<b>Net Impact-General Fund Balance:</b>	(\$8,000)	\$0	\$0	\$0

**Description of fiscal impact:** HB 424 would allow for an off-premises licensee to apply for a permit to hold up to 12 wine tasting events per year at the licensed premises. The licensee would need to complete and submit an application to the Department of Revenue. In order to obtain a permit, the licensee must provide documentation to department that more than one-half of the annual gross revenue of the licensed premises in the previous calendar year was the result of table wine, have a license in good standing, and provide proof of compliance with the Responsible Alcohol Sales and Service Act for those individuals who will be serving table wine at the event.

### FISCAL ANALYSIS

**Assumptions:**

1. Under the provisions of HB 424, there is no fee for the tasting event license, and therefore it is not anticipated that there will be any new revenue as a result of HB 424.
2. There will be minimal one-time cost to the department associated with administering this application process, including system and form modifications. It is estimated that HB 424 will cost the department \$8,000 in FY 2014.

	<u>FY 2014 Difference</u>	<u>FY 2015 Difference</u>	<u>FY 2016 Difference</u>	<u>FY 2017 Difference</u>
<b><u>Fiscal Impact:</u></b>				
<b><u>Expenditures:</u></b>				
Operating Expenses	\$8,000	\$0	\$0	\$0
<b>TOTAL Expenditures</b>	<b>\$8,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Funding of Expenditures:</u></b>				
General Fund (01)	\$8,000	\$0	\$0	\$0
<b>TOTAL Funding of Exp.</b>	<b>\$8,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Revenues:</u></b>				
General Fund (01)	\$0	\$0	\$0	\$0
<b>TOTAL Revenues</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b><u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u></b>				
General Fund (01)	(\$8,000)	\$0	\$0	\$0

**Technical Notes:**

1. HB 424 has no effective date, and the effective date is assumed to be October 1, 2013.
2. There is no definition of a “tasting event” and there is no limit on the amount of wine an individual may consume. Additionally, there is no provision in HB 424 that provides for advance notice to the department or to local law enforcement for when tasting events will be held, as is the case with other types of out-of-the ordinary on-premises alcohol sales.

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Sponsor’s Initials

\_\_\_\_\_  
Date

\_\_\_\_\_  
Budget Director’s Initials

\_\_\_\_\_  
Date