

SESSION OF 2002

**SUPPLEMENTAL NOTE ON
SUBSTITUTE FOR SENATE BILL NO. 465**

As Recommended by Senate Committee on
Federal and State Affairs

Brief*

Sub. for SB 465 would amend the Liquor Control Act to require that liquor licensees must be current in the payment of withholding, sales, and liquor taxes related to the licensed liquor business before the license can be renewed. Current law requires that liquor licensees must be current only in the payment of liquor taxes. The provision would apply only to taxes related directly to the business for which the license is issued. The provision would not apply to taxes under formal appeal or a payment agreement, or to the taxes of individual members of a corporation, partnership, trust, or association.

The Senate Committee introduced a substitute bill to include language of an agreement between the Director of Alcoholic Beverage Control (ABC) and liquor industry members.

Background

The Director of ABC requested SB 465 (and the language of the substitute bill) to improve tax compliance, increase tax revenues, and better enable ABC to regulate the liquor industry.

The fiscal note prepared by the Division of the Budget states that passage of the bill would have a negligible fiscal effect on state revenues.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.accesskansas.org/legislature/>