

January 23, 2013

The Honorable Ralph Ostmeyer, Chairperson
Senate Committee on Federal and State Affairs
Statehouse, Room 136-E
Topeka, Kansas 66612

Dear Senator Ostmeyer:


SUBJECT: Fiscal Note for SB 36 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 36 is respectfully submitted to your committee.

SB 36 would allow licensed class A clubs, class B clubs, drinking establishments, caterers, public venue clubs, and temporary permit holders to serve free samples of alcoholic liquor on the licensed premises. Clubs and drinking establishments would also be allowed to serve free samples at special events monitored and regulated by the Division of Alcoholic Beverage Control.

The Department of Revenue indicates that SB 36 could result in the loss of excise tax revenue to the State General Fund, but did not provide an estimate. The bill does not require remittance of liquor excise tax on the value of the alcohol served free of charge.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Steve Neske, Revenue