

March 9, 2016

The Honorable Janice Pauls, Chairperson
House Committee on Federal and State Affairs
Statehouse, Room 285-N
Topeka, Kansas 66612

Dear Representative Pauls:

SUBJECT: Fiscal Note for HB 2707 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2707 is respectfully submitted to your committee.

HB 2707 would allow the issuance of a drinking establishment or caterer license to a person that also has a beneficial interest in an alcohol manufacturer's license. The bill would require that any alcoholic liquor sold by the drinking establishment or caterer must still be acquired from a distributor or retailer licensed under the Kansas Liquor Control Act.

The Department of Revenue estimates that HB 2707 would have no fiscal effect on state revenues. The Department of Revenue indicates the bill would require \$1,200 from the State General Fund in FY 2017 for administrative costs to implement the bill, including updating instructions and modifications to reporting requirements. Any fiscal effect associated with HB 2707 is not reflected in *The FY 2017 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Jack Smith, Department of Revenue