

Department of Planning and Budget

2017 Fiscal Impact Statement

1. Bill Number: HB1743

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron: Rush

3. Committee: House Committee on General Laws

4. Title: Alcoholic beverage control; retail on-premises license for nonprofit cinema houses.

5. Summary: Creates a new retail on-premises wine and beer license for nonprofit cinema houses. The bill defines "cinema house" and sets out the privileges of the license and imposes a \$200 annual state license tax and a \$20 annual local license tax.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: Indeterminate (see Item #8)

8. Fiscal Implications: According to data obtained from the Department of Alcoholic Beverage Control (ABC), it is estimated that roughly 100 establishments in the Commonwealth would qualify for licensure under the proposed definition of "cinema house". Because the number of applicants seeking a new license as a result of this proposal is unknown, the fiscal operational impact is indeterminate. Any new cost from this legislation would be defrayed in part by additional revenue. Based on 100 new licenses, the estimated revenue generated from this legislation is \$28,500 the first year and \$22,200 the second year. The first year revenue amount is higher due to the initial \$65 per license application fee that would be required.

9. Specific Agency or Political Subdivisions Affected: ABC

10. Technical Amendment Necessary: No

11. Other Comments: None