

Department of Planning and Budget 2007 Fiscal Impact Statement

1. Bill Number HB2637

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 Gear

3. Committee General Laws

4. Title Alcoholic beverage control; mixed beverage licenses.

5. Summary/Purpose: Creates a new limited mixed beverage restaurant license that authorizes the licensee to sell and serve no more than six varieties of liqueurs, which liqueurs shall be combined with coffee or other nonalcoholic beverages for consumption in dining areas of the restaurant. Such license may be granted only to persons who operate a restaurant and in no event shall the sale of such liqueur-based drinks exceed 10 percent of the total annual gross sales. The bill defines liqueur and sets the state and local license taxes for this new license.

6. Fiscal Impact Estimates are: Indeterminant; See Item 8.

7. Budget amendment necessary: No.

8. Fiscal implications: It is unclear how many coffee shops would apply for this license if this bill was passed. There are three licenses available (by seating capacity) 1) seating up to 100 would be \$460; 2) seating for no more than a 100 but not more than 150 would be \$875; and 3) seating more than 150 would be \$1,330. Taking a license average of \$888 for every 10 licenses, the revenue generated would be \$8,880.

9. Specific agency or political subdivisions affected: Department of Alcoholic Beverage Control and Department of Taxation

10. Technical amendment necessary: No.

11. Other comments: None.

Date: 01/25/07 / ltc

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cc: Secretary of Public Safety