

## Department of Planning and Budget 2016 Fiscal Impact Statement

**1. Bill Number:** HB654E

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

**2. Patron:** Garrett

**3. Committee:** House Committee on General Laws

**4. Title:** Alcoholic beverage control; distribution of liter tax on cider produced by farm wineries.

**5. Summary:** Clarifies that the tax collected on cider produced by farm winery licensees is to be deposited in the Virginia Wine Promotion Fund

**6. Budget Amendment Necessary:** Yes, Front Page

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

**8. Fiscal Implications:** According to the Department of Alcoholic Beverage Control (ABC), this bill does not have a fiscal impact on agency operations. However, the bill would likely impact general fund revenues. The bill aims to separate taxes ABC collects from Virginia cider and deposit those taxes into the Wine Promotion Fund instead of the general fund where they are currently deposited. In FY2015, ABC collected \$670,130 in cider tax; however, the agency cannot determine how much of the tax was collected from Virginia cideries versus cideries of other states.

**9. Specific Agency or Political Subdivisions Affected:** Department of Alcoholic Beverage Control, Department of Agriculture and Consumer Services.

**10. Technical Amendment Necessary:** No

**11. Other Comments:** None