

Department of Planning and Budget 2019 Fiscal Impact Statement

1. **Bill Number:** SB1171E

House of Origin Introduced Substitute Engrossed
Second House In Committee Substitute Enrolled

2. **Patron:** McPike

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

4. **Title:** Local special events license

5. **Summary:** The proposed bill creates a local special events license which allows localities, business improvement districts or nonprofit organizations to permit the consumption of alcoholic beverages within a designated area established by the Virginia Alcoholic Beverage Control Authority Board (“Board”). The bill would also permit permanent retail on-premise licensees located in the area designated by the Board to sell alcoholic beverages within the permanent retail location for consumption in the designated area for the special event, including sidewalks and the premises of businesses not licensed to sell alcoholic beverages at retail.

The bill limits local special events licensees to 12 special events per year and requires licensees to post appropriate signage clearly demarcating for the public the boundaries of the special event.

6. **Budget Amendment Necessary:** No

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

8. **Fiscal Implications:** Each local special events license requires a \$300 state license fee payable to the Virginia Alcoholic Beverage Control Authority (“Authority”). Therefore, the creation of this new license type will generate revenue. The number of licensees is expected to be low so any anticipated expense impact can be absorbed utilizing existing resources.

9. **Specific Agency or Political Subdivisions Affected:** Virginia Alcoholic Beverage Control Authority

10. **Technical Amendment Necessary:** No

11. **Other Comments:** None