Steven J. Anderson, CPA, MBA, Director



phone: 785-296-2436 fax: 785-296-0231 steve.anderson@budget.ks.gov

Sam Brownback, Governor

March 1, 2012

The Honorable Steve Brunk, Chairperson House Committee on Federal and State Affairs Statehouse, Room 149-S Topeka, Kansas 66612

Dear Representative Brunk:

SUBJECT: Fiscal Note for HB 2651 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2651 is respectfully submitted to your committee.

HB 2651 would amend liquor statutes to allow distributors to sell beverages to railway cars and for the railway cars to serve the beverages. The bill would define railway car as a locomotive drawn conveyance used for the transportation and accommodation of human passengers that is confined to a fixed rail route. The bill would require each car to have a license framed and hung in plain view. The fee for a railway car license would be \$2,000.

The bill would require that 70.0 percent of the tax collected be distributed to counties equally through which the railway car passes or operates, provided that the county is one where the qualified electors have approved the sale of liquor by the drink or have not approved a prohibition against the sale of alcoholic liquor. The bill would take effect upon its publication in the *Kansas Register*.

| Estimated State Fiscal Effect | | | | | | | |
|-------------------------------|---------|--|-----------|--|---------|--|-----------|
| | FY 2012 | | FY 2012 | | FY 2013 | | FY 2013 |
| | SGF | | All Funds | | SGF | | All Funds |
| Revenue | | | | | | | |
| Expenditure | | | | | | | \$15,000 |
| FTE Pos. | | | | | | | |

The Honorable Steve Brunk, Chairperson March 1, 2012 Page 2—2651

The Department of Revenue estimates that HB 2651 would increase its fee fund expenditures in FY 2013 by \$15,000 to update the computer processing system and revise publications. The Department estimates that the provisions of the bill would increase liquor tax receipts to the State General Fund, but the amount would be less than \$10,000 every other year. Any fiscal effect associated with HB 2651 is not reflected in *The FY 2013 Governor's Budget Report*.

Sincerely,

a

Steven J. Anderson, CPA, MBA Director of the Budget

cc: Steve Neske, Revenue Melissa Wangemann, Kansas Association of Counties