Shawn Sullivan, Director of the Budget



Sam Brownback, Governor

March 23, 2015

The Honorable Steve Brunk, Chairperson House Committee on Federal and State Affairs Statehouse, Room 285-N Topeka, Kansas 66612

Dear Representative Brunk:

SUBJECT: Fiscal Note for HB 2413 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2413 is respectfully submitted to your committee.

HB 2413 would create an art studio permit which authorizes a business engaged in teaching or allowing its patrons to produce artwork to obtain a permit for a fee of \$25 so that patrons could consume alcoholic liquor at the artwork program. The bill would include holders of art studio permits as an exception for allowing liquor on private property.

The Department of Revenue indicates that HB 2413 would increase revenues by \$25 for each art studio permit issued. The number of permits that would be issued under the bill is unknown. The Department estimates the bill would increase expenditures by \$1,200 in FY 2016 to update the liquor tax registration system. Any fiscal effect associated with HB 2413 is not reflected in *The FY 2016 Governor's Budget Report*.

Sincerely,

Shawn Sullivan, Director of the Budget

cc: Jack Smith, Department of Revenue