Adam Proffitt, Director



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Laura Kelly, Governor

The Honorable John Barker, Chairperson House Committee on Federal and State Affairs Statehouse, Room 285A-N Topeka, Kansas 66612

Dear Representative Barker:

SUBJECT: Fiscal Note for HB 2417 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2417 is respectfully submitted to your committee.

HB 2417 would amend the Club and Drinking Establishment Act by permitting retail liquor stores to sell containers of beer, domestic beer and cereal malt beverage that are sold on the licensed premises to consumers and served in refillable and sealable containers for consumption off the licensed premises. The containers could contain between 32 and 64 fluid ounces and would need to have a label affixed that clearly indicates the licensee's name and the type of alcoholic beverage contained in the container.

The bill would also permit a patron to remove one or more containers of beer, domestic beer and cereal malt beverage that are sold on the licensed premises to consumers and served in refillable and sealable containers for consumption off the licensed premises. The containers could contain between 32 and 64 fluid ounces, must have a label affixed that clearly indicates the licensee's name and the type of alcoholic beverage contained in the container, and are not sold or removed from the premises after 11:00 p.m. All alcoholic liquor, cereal malt beverage, and nonalcoholic malt beverage sold by a licensee would be subject to the liquor drink tax.

Estimated State Fiscal Effect				
	FY 2021	FY 2021	FY 2022	FY 2022
	SGF	All Funds	SGF	All Funds
Revenue				
Expenditure				\$4,750
FTE Pos.				

The Kansas Department of Revenue indicates that HB 2417 would increase administrative expenses by \$4,750 from special revenue funds for updating of publications, providing notice to taxpayers and customers, printing, and postage for FY 2022. Any fiscal effect associated with HB 2417 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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cc: Lynn Robinson, Department of Revenue