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Laura Kelly, Governor

February 22, 2023

The Honorable Mike Thompson, Chairperson Senate Committee on Federal and State Affairs 300 SW 10th Avenue, Room 144-S Topeka, Kansas 66612

Dear Senator Thompson:

SUBJECT: Fiscal Note for SB 253 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 253 is respectfully submitted to your committee.

SB 253 would authorize the delivery of alcoholic liquor and cereal malt beverages to patrons by licensed retailers, licensed clubs, drinking establishments and restaurants, and third-party delivery services. The bill would provide for the issuance of permits authorizing third-party delivery services to make deliveries of alcoholic liquor and cereal malt beverages on behalf of a licensed retailer, club, establishment, or restaurant. Such permits would cost \$1,500 and be valid for one year. The bill would require that all individuals making such deliveries for a third-party delivery service permit holder be 21 years of age and have proper insurance coverage. The bill specifies that each delivery permit holder would be liable for any violation involving the sale and consumption of alcoholic liquor or cereal malt beverage that is committed by any individual conducting deliveries on behalf of the permit holder. SB 253 would authorize the Alcohol and Beverage Control Director to impose civil fines of no more than \$1,000 for violations involving deliveries.

The Kansas Department of Revenue indicates that SB 253 would increase agency revenues by an unknown amount due to the receipt of delivery service permit application fees. Any fiscal effect associated with SB 253 is not reflected in *The FY 2024 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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