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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

February 20, 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 2625 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2625 is respectfully submitted to your committee.

HB 2625 would remove the requirement that a farm winery licensee utilize at least 60.0 percent of Kansas products in the manufacture of domestic table wine and domestic fortified wine. The bill would also remove the federal requirement that each label of domestic wine and domestic fortified wine include a statement that declares the majority of the products utilized in the manufacture of the wine was grown in Kansas. Domestic wine and domestic fortified wine would be required to follow the label laws approved by the federal government. The bill would include a definition of the production of wine.

The Department of Revenue indicates that HB 2625 would have no fiscal effect on state expenditures and no immediate effect on liquor tax receipts.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget