

March 9, 2017

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

Dear Representative Barker:

SUBJECT: Fiscal Note for HB 2366 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2366 is respectfully submitted to your committee.

HB 2366 would change all statutory references to the Beer and Cereal Malt Beverage Keg Registration Act with the Keg Registration Act. The bill would add hard cider to the requirements of the Keg Registration Act.

The Department of Revenue indicates HB 2366 would require changes to forms and instructions and notification of retailers, farm wineries, and microbreweries that kegs of hard cider are required to be registered. However, the additional costs are estimated be negligible and could be absorbed within existing staff levels and resources. The costs associated with keg tags are reimbursed by a National Highway Safety Administration grant to help enforce underage drinking laws that is administered by the Kansas Department of Transportation (KDOT). KDOT does not have data on the number of hard cider kegs that would now be required to be registered or the amount of additional keg tag reimbursements that would result under the provision of the bill. Therefore, an estimate of the fiscal effect cannot be made. Any fiscal effect associated with HB 2366 is not reflected in *The FY 2018 Governor's Budget Report*.

Sincerely,



Shawn Sullivan,
Director of the Budget

cc: Lynn Robinson, Department of Revenue
Ben Cleaves, Transportation