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Laura Kelly, Governor

February 27, 2025

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 56 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 56 is respectfully submitted to your committee.

SB 56 would authorize the delivery of alcoholic liquor and cereal malt beverages to patrons by licensed retailers, drinking establishments, 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 licensee. The permits would cost \$1,500 and be valid for one year. The bill would require that all individuals making deliveries for a third-party delivery service permit holder be 21 years of age and hold a valid driver's license, have not been adjudged guilty of a felony, have proper automobile insurance coverage, and would comply with the bill's provisions in delivering alcohol liquor and cereal malt beverages. SB 56 would authorize the Alcohol and Beverage Control Director to impose civil fines for violations.

The Kansas Department of Revenue indicates that SB 56 would set a fee of \$1,500 per application for a third-party delivery service permit; however, the Department does not have enough information to estimate how many applications would be submitted. The Department also states because of the new permit created by the bill, agency handbooks, forms, and systems would have to be updated, but could be done using existing resources. Any fiscal effect associated with SB 56 is not reflected in *The FY 2026 Governor's Budget Report*.

Sincerely,

Adam C. Proffitt

Director of the Budget