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Steven J. Anderson, CPA, MBA, Director

Division of the Budget

Sam Brownback, Governor

January 23, 2012

The Honorable Pete Brungardt, Chairperson Senate Committee on Federal and State Affairs Statehouse, Room 136-E Topeka, Kansas 66612

Dear Senator Brungardt:

SUBJECT: Fiscal Note for SB 288 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 288 is respectfully submitted to your committee.

SB 288 would replace the term "drink" with "individual drink" in statutes related to the sale of liquor by the drink. The term would be defined as, "an individual serving of a beverage containing alcohol or cereal malt beverage." An "individual serving" is defined as, "a beverage containing alcoholic liquor or cereal malt beverage served to an individual for consumption by such individual or another individual, but which is not intended to be consumed by two or more individuals." The bill provides that an "individual serving" contain no more than: (1) eight ounces of wine; (2) thirty-two ounces of beer or cereal malt beverage; or (3) four ounces of a single spirit or a combination of spirits.

The bill would also remove the requirement that the price of a drink must be increased proportionately as the volume of alcoholic liquor contained in the drink increases. Finally, the bill would allow the sale or service of beer or cereal malt beverage in a pitcher capable of containing no more than 64 fluid ounces.

Estimated State Fiscal Effect				
	FY 2012	FY 2012	FY 2013	FY 2013
	SGF	All Funds	SGF	All Funds
Revenue				
Expenditure				\$4,800
FTE Pos.				

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The Department of Revenue estimates the costs associated with updating the computer processing systems to implement the provisions of SB 288 would total \$4,800. Any fiscal effect associated with SB 288 is not reflected in *The FY 2013 Governor's Budget Report*.

Sincerely,

Steven J. Anderson, CPA, MBA

Director of the Budget

cc: Steve Neske, Revenue