

February 28, 2022

The Honorable John Barker, Chairperson  
House Committee on Federal and State Affairs  
Statehouse, Room 346-S  
Topeka, Kansas 66612

Dear Representative Barker:

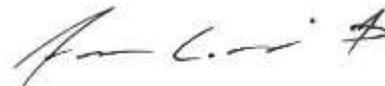
**SUBJECT:** Fiscal Note for HB 2710 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2710 is respectfully submitted to your committee.

HB 2710 would increase the percentage threshold for what is defined as domestic table (“light”) wine from no more than 14.0 percent to no more than 16.0 percent of alcohol content by volume; and for what is considered domestic fortified wine to between 16.0 and 20.0 percent of alcohol content by volume. Additionally, the bill would amend the gallonage tax amounts and guidelines to reflect the increased alcohol percentage with reference to domestic wine as follows: (1) a tax of \$0.30 per gallon on wine containing 16.0 percent or less alcohol by volume, and (2) a tax of \$0.75 per gallon on wine containing more than 16.0 percent alcohol by volume.

The Department of Revenue indicates the enactment of HB 2710 would decrease revenues from gallonage tax collections; however, the fiscal effect cannot be estimated. Any fiscal effect associated with HB 2710 is not reflected in *The FY 2023 Governor’s Budget Report*.

Sincerely,



Adam Proffitt  
Director of the Budget

cc: Lynn Robinson, Department of Revenue  
Jay Hall, Association of Counties  
Wendi Stark, League of Municipalities