

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 7151

BILL NUMBER: HB 1260

DATE PREPARED: Feb 2, 2000

BILL AMENDED: Feb 1, 2000

SUBJECT: Alcoholic Beverage Matters.

FISCAL ANALYST: John Parkey

PHONE NUMBER: 232-9854

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: State & Local

STATE IMPACT	FY 2000	FY 2001	FY 2002
State Revenues			
State Expenditures		9,000	
Net Increase (Decrease)		(9,000)	

Summary of Legislation: (Amended) This bill contains the following provisions.

- (1) It provides that the Indiana Alcoholic Beverage Commission may issue a three-way permit to an applicant to sell alcoholic beverages for on premises consumption on premises used for catered events as a catering hall that has accommodations for at least two hundred fifty (250) individuals.
- (2) It provides that a permit for the retail sale of alcoholic beverages on the premises of a marina:
 - (A) owned by Gary, Hammond, Michigan City, Portage; or
 - (B) owned or leased by the city of East Chicago; may include the carryout sale of alcoholic beverages.
- (3) It also reduces the number of voting members of a local alcoholic beverage board from four to three by providing that a designated representative of the Indiana Alcoholic Beverage Commission is not a voting member of the board.
- (4) The bill also establishes the Alcoholic Beverage Study Committee to study certain issues concerning the regulation of alcoholic beverages in Indiana.

Effective Date: Upon passage; July 1, 2000.

Explanation of State Expenditures: (Revised) (4) This bill establishes the Alcoholic Beverage Study Committee. Under current Legislative Council Resolution, interim study committees are allocated \$9,000 per interim. The Legislative Services Agency will staff the committee. Since this bill is effective upon passage the Committee may incur some expenses in FY2000.

Explanation of State Revenues: (Revised) (1) This provision will allow catering halls that seat at least 250 individuals to obtain a three-way alcoholic beverage permit. Alcoholic beverage permits to these catering halls would be issued without regard to quota provisions. This bill may increase state revenue if more three-way permits are purchased.

Revenue collected from the sale of alcoholic beverage permits is dedicated to the Excise Fund. One third of the Excise Fund is distributed to the state General Fund and the remaining two-thirds is distributed to the general fund of cities, towns, and counties based on where the permittee is located.

Note: A three-way permit means the combination of a beer retailer's permit, a liquor retailer's permit, and a wine retailer's permit issued to a permittee.

Explanation of Local Expenditures:

Explanation of Local Revenues: See State Revenue.

State Agencies Affected: Alcoholic Beverage Commission.

Local Agencies Affected:

Information Sources: Don Okey, Alcoholic Beverage Commission, 232-2463.