

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

April 26, 2013

TO: Honorable Wayne Smith, Chair, House Committee on Licensing & Administrative Procedures

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: **HB2126** by Gutierrez (Relating to the creation of a permit to allow alcoholic beverage wholesalers to store alcoholic beverages at certain auxiliary locations; providing for a permitting fee.), **Committee Report 1st House, Substituted**

Estimated Two-year Net Impact to General Revenue Related Funds for HB2126, Committee Report 1st House, Substituted: a positive impact of \$161,690 through the biennium ending August 31, 2015.

General Revenue-Related Funds, Five-Year Impact:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2014	\$161,690
2015	\$0
2016	\$161,690
2017	\$0
2018	\$161,690

All Funds, Five-Year Impact:

Fiscal Year	Probable Revenue Gain from <i>General Revenue Fund</i> 1
2014	\$161,690
2015	\$0
2016	\$161,690
2017	\$0
2018	\$161,690

Fiscal Analysis

The bill would amend the Alcoholic Beverage Code by adding Chapter 19A and creating a new permit type called the Wholesaler's Branch Permit. This new permit would allow wholesalers to store alcohol at auxiliary locations while in transit between the wholesaler and the retailer or another wholesaler. The bill would take effect on September 1, 2013.

Methodology

The Alcoholic Beverage Commission (TABC) estimates that there are approximately 190 holders of Wholesalers Permits in the state. TABC would establish a biennial fee of \$150 for this new permit type and a biennial surcharge of \$701. Therefore, the biennial fee for the permit would result in an estimated revenue stream of \$28,500 (190 x \$150) every other year. The biennial surcharge would result in an estimated revenue stream of \$133,190 (190 x \$701) every other year.

Technology

TABC would create a new permit type which would entail design of forms and programming costs. The agency maintains that these costs could be absorbed within existing resources.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 458 Alcoholic Beverage Commission, 304 Comptroller of Public Accounts

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