

Fiscal Estimate - 2007 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 07-3363/1	Introduction Number AB-0584
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Description
 Municipal quotas for retail intoxicating liquor licenses

Fiscal Effect

State:

<input type="checkbox"/> No State Fiscal Effect	<input type="checkbox"/> Increase Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No
<input type="checkbox"/> Indeterminate	<input type="checkbox"/> Decrease Existing Revenues	
<input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Decrease Costs	

Local:

<input type="checkbox"/> No Local Government Costs	5.Types of Local Government Units Affected	
<input type="checkbox"/> Indeterminate	<input checked="" type="checkbox"/> Increase Costs 3. <input checked="" type="checkbox"/> Increase Revenue <input checked="" type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input checked="" type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	<input checked="" type="checkbox"/> Towns <input checked="" type="checkbox"/> Village <input checked="" type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
1. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	

Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS	

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Fiscal Estimate Narratives

DOR 12/12/2007

LRB Number 07-3363/1	Introduction Number AB-0584	Estimate Type Original
Description Municipal quotas for retail intoxicating liquor licenses		

Assumptions Used in Arriving at Fiscal Estimate

Current law prohibits a person from selling alcohol beverages at retail unless the seller possesses a license or permit authorizing the sale. A "Class B" license authorizes the retail sale of intoxicating liquor for consumption on the licensed premises subject to certain limitations. Also, current law imposes a quota on the number of "Class B" licenses that a municipality may issue.

Several exceptions to the quotas have been established. One exception allows a municipality to issue a "Class B" license to a full-service restaurant that has a seating capacity of 300 or more persons.

This bill modifies the quota exception for full-service restaurants by eliminating the limitation on seating capacity and defining "full-service restaurant" as a restaurant in which the sale of alcohol beverages accounts for 50 percent or less of the establishment's gross receipts for the most recent licensing year.

A "Class B" license issued under this modified exception authorizes the sale of intoxicating liquor only for consumption on the premises. The bill also prohibits a person holding a "Class B" license, other than one issued under this exception, from surrendering that license and applying for a new license under this exception. In addition, if any license issued under the bill's revised exception for full-service restaurants is surrendered, revoked, or not renewed, the license may only be reissued under the bill to another full-service restaurant.

Under this proposal, there may be slight increase in local government revenues and costs.

There will be no additional administrative costs to the department under this proposal.

Long-Range Fiscal Implications