## Fiscal Estimate - 2009 Session

Original Updated	Corrected Supplemental					
LRB Number <b>09-1079/1</b>	Introduction Number AB-0008					
Description Municipal quotas for retail intoxicating liquor licenses						
Fiscal Effect						
Appropriations  Decrease Existing Appropriations  Create New Appropriations  Local:  No Local Government Costs Indeterminate  1. Increase Costs  3. Increase	Pase Existing Penues  Pease Existing Penues  To absorb within agency's budget  To absorb within agency within ag					
□ Permissive						
Fund Sources Affected Affected Ch. 20 Appropriations  GPR FED PRO PRS SEG SEGS						
Agency/Prepared By	Authorized Signature Date					
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## Fiscal Estimate Narratives DOR 2/19/2009

LRB Number 09-1079/1	Introduction Number	AB-0008	Estimate Type	Original	
Description					
Municipal quotas for retail intoxicating liquor licenses					

## **Assumptions Used in Arriving at Fiscal Estimate**

Current law prohibits 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 liquor for consumption on the premises and, subject to various limitations, the retail sale for consumption off the retail premises. Current law imposes a quota on the number of "Class B" licenses that a municipality may issue, which is determined by a formula based on the number of licenses previously issued and the municipality's population. Current law provides a quota exception for a full-service restaurant that has a seating capacity of 300 or more persons.

Under current law, each municipality establishes an annual fee, between \$50 and \$500, for a "Class B" license. Current law does not specify a minimum or maximum initial issuance fee or annual fee for "Class B" licenses issued under any quota exception, except that the fee for initial issuance of a reserve "Class B" license may not be less than \$10,000.

This bill creates a quota exception for any full-service restaurant that has a seating capacity of 75 to 100 persons and that is located on a golf course. A municipality may not establish an initial issuance fee or an annual fee for a "Class B" license issued under this exception that exceeds \$500.

This bill will not have any effect on the Department's administrative operations.

Issuing the license under the quota exemption created by this bill would generate a minor increase in local revenues and possibly a small increase local government costs.

## **Long-Range Fiscal Implications**