Landon State Office Building 900 SW Jackson Street, Room 504 Topeka, KS 66612



Phone: (785) 296-2436 Fax: (785) 296-0231 shawn.sullivan@budget.ks.gov

Shawn Sullivan, Director of the Budget

Sam Brownback, Governor

February 4, 2015

The Honorable Steve Brunk, Chairperson House Committee on Federal and State Affairs Statehouse, Room 285-N Topeka, Kansas 66612

Dear Representative Brunk:

SUBJECT: Fiscal Note for HB 2189 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2189 is respectfully submitted to your committee.

HB 2189 would increase the maximum numbers of barrels of domestic beer that a holder of a microbrewery license is authorized to manufacture and store during a license year from 30,000 to 60,000 barrels. A licensee would also be allowed to sell its beer directly to licensed beer distributors, retailers, public venues, clubs, drinking establishments, caterers, and holders of temporary permits.

The Department of Revenue indicates the enactment of HB 2189 would have no fiscal effect on state revenues, but would increase liquor tax receipts to counties if additional barrels of domestic beer were manufactured and sold. However, the Kansas Association of Counties indicates that it cannot determine the precise amount of additional liquor tax revenues that counties would receive under these provisions.

Sincerely,

Shawn Sullivan,

Director of the Budget

cc: Jack Smith, KDOR