

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 5399-01  
Bill No.: HB 1615  
Subject: Alcohol; Boats and Watercraft  
Type: Original  
Date: February 28, 2014

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Bill Summary: This proposal allows any person to apply for a liquor license to sell intoxicating liquor on a boat carrying thirty passengers or more.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
<b>FUND AFFECTED</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
General Revenue	\$12,500	\$15,000	\$15,000
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$12,500</b>	<b>\$15,000</b>	<b>\$15,000</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 5 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
<b>FUND AFFECTED</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>
<b>Local Government</b>	<b>\$31,250</b>	<b>\$37,500</b>	<b>\$37,500</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials from the **Department of Public Safety - Division of Alcohol and Tobacco Control (ATC)** state the proposal makes the following changes:

- Section 311.091.1 provides for a boat liquor license as long as the boat is licensed by the US Coast Guard to carry thirty or more passengers; and
- Section 311.091.2 related to a boat license for boats that could carry forty-five to ninety-nine passengers. This is being deleted because the changes in Subsection 1 will include these boats.

ATC states based on a projected number of licenses issued of 50 times the \$300 boat license fee, we estimate license fees of \$15,000. In FY 2015, the licenses aren't issued until August 28, 2014; therefore, the license would be prorated for ten months generating \$12,500.

Cities may charge 150% of state liquor license fees (Section 311.220). Based on a projected number of licenses issued of 50 times the \$450 (\$300 x 150%) boat license fee, we estimate license fees of \$22,500. In FY 2015, the licenses aren't issued until August 28, 2014; therefore, the license would be prorated for ten months, generating \$18,750.

Counties may charge the same liquor license fees as the State (Section 311.220). Based on a projected number of licenses issued of 50 times the \$300 boat license fee, we estimate license fees of \$15,000. In FY 2015, the licenses aren't issued until August 28, 2014; therefore, the license would be prorated for ten months, generating \$12,500.

This proposal may increase Total State Revenues.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
<b>GENERAL REVENUE</b>			
<u>Income - Alcohol and Tobacco Control</u>			
liquor license for boats carrying 30 passengers or more	<u>\$12,500</u>	<u>\$15,000</u>	<u>\$15,000</u>
<b>ESTIMATED NET EFFECT TO THE GENERAL REVENUE FUND</b>	<b><u>\$12,500</u></b>	<b><u>\$15,000</u></b>	<b><u>\$15,000</u></b>

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<u>FISCAL IMPACT - Local Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
<b>LOCAL POLITICAL SUBDIVISIONS</b>			
<u>Income - Cities</u>			
liquor license for boats carrying 30 passengers or more	\$18,750	\$22,500	\$22,500
<u>Income - Counties</u>			
liquor license for boats carrying 30 passengers or more	<u>\$12,500</u>	<u>\$15,000</u>	<u>\$15,000</u>
<b>ESTIMATED NET EFFECT TO LOCAL POLITICAL SUBDIVISIONS</b>	<b><u>\$31,250</u></b>	<b><u>\$37,500</u></b>	<b><u>\$37,500</u></b>

FISCAL IMPACT - Small Business

Small businesses that would now qualify for a liquor license as a result of this proposal could be positively impacted.

FISCAL DESCRIPTION

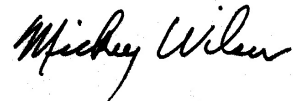
Currently, a person can apply for a liquor license to sell intoxicating liquor by the drink at retail for consumption on a boat or other watercraft vessel licensed to carry 100 or more passengers. This bill reduces the number of passengers to 30 or more and removes the restriction of operating a boat or vessel only on Table Rock Lake when the number of passengers is 45 to 99.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Department of Public Safety  
Alcohol and Tobacco Control



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February 28, 2014

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