

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 6288-03
Bill No.: Perfected HCS for HB 2445
Subject: Tobacco Products; Alcohol
Type: Original
Date: April 6, 2016

Bill Summary: This proposal modifies provisions relating to the use of moneys in the Alcohol and Tobacco Control Fund.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2017	FY 2018	FY 2019
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Public Safety (DPS) - Alcohol and Tobacco Control (ATC)** assume the proposal would not create a fiscal impact on their agency.

Oversight notes that the Division of Alcohol and Tobacco Control Fund (0544) was created by Truly Agreed To and Finally Passed SB 373 in the 2015 session. The balance of the fund on March 31, 2016 was \$562,935.

Oversight also notes that the appropriations for the ATC for FY 2016 (TAFP version of HB 8) and FY 2017 (in the introduced and perfected versions of HB 2008) were:

Fund	FY 2016 TAFP	FY 2017 Introduced	FY 2017 Perfected
General Revenue (0101)	\$843,441	\$0	\$0
Alcohol and Tobacco Control (0544)	\$0	\$858,560	\$1,604,690
Federal Funds (0152)	\$165,552	\$167,594	\$167,594
Healthy Families (0625)	\$145,618	\$147,870	\$147,870
TOTAL	\$1,154,611	\$1,174,024	\$1,920,154
FTE	19 FTE	19 FTE	27 FTE

Actual expenditures for the ATC for the last three years have been:

FY 2013 \$1,099,542;
 FY 2014 \$1,005,623; and
 FY 2015 \$ 941,642

Oversight also notes that the Department recommendation for FY 2017 was for 27 FTE, with the additional 8 FTE (\$746,130) coming from the ATC dedicated funding. According to DPS's FY 2017 budget submission, the 19 core FTE from FY 2016 was reduced to 3 FTE, with 16 FTE switching from General Revenue to the Alcohol and Tobacco Control Fund.

<u>FISCAL IMPACT - State Government</u>	FY 2017	FY 2018	FY 2019
	(10 Mo.)		
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2017 (10 Mo.)	FY 2018	FY 2019
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

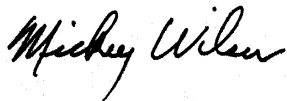
FISCAL DESCRIPTION

This bill specifies that the Division of Alcohol and Tobacco Control Fund shall be a dedicated fund used solely by the Division of Alcohol and Tobacco Control for administration, implementation, and enforcement of the sections specified in the bill.

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

SOURCES OF INFORMATION

Department of Public Safety - Alcohol and Tobacco Control



Mickey Wilson, CPA
Director
April 6, 2016

Ross Strobe
Assistant Director
April 6, 2016