



# LIQUOR PROFIT DISTRIBUTION

BUSINESS, ECONOMIC DEVELOPMENT AND LABOR APPROPRIATIONS SUBCOMMITTEE  
STAFF: ZACKERY KING

BUDGET BRIEF

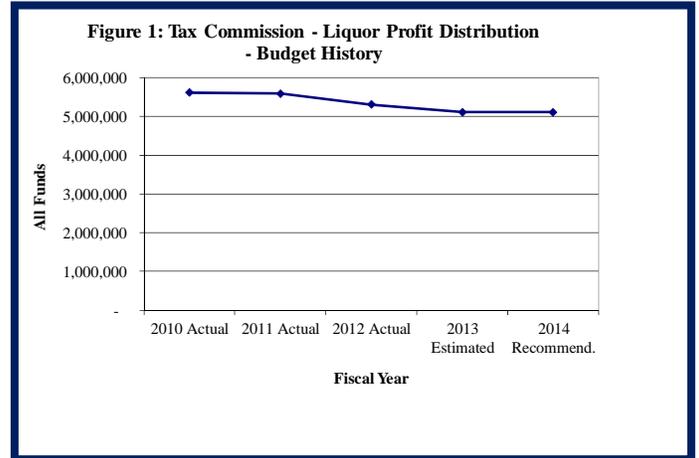
**SUMMARY**

This line item accounts for a portion of revenue generated by the beer tax, collected by the Tax Commission, and distributed to local governments. The Alcoholic Beverage Enforcement and Treatment Restricted Account contains the portion of the beer tax available for this distribution.

**ISSUES AND RECOMMENDATIONS**

**BUDGET ADOPTION**

For the Liquor Profit Distribution line item, the Fiscal Analyst recommends a FY 2014 budget of \$5,118,400 as shown in the budget detail table.



**ALCOHOLIC BEVERAGE CONTROL FUND DISTRIBUTION**

The Fiscal Analyst recommends the subcommittee forward to the Executive Appropriations Committee for further consideration, an ongoing increase of \$345,400 from the Alcohol Beverage Enforcement & Treatment Restricted Account.

Utah Code 59-15-109 stipulates that 40% of the Beer Excise Tax amount from 2 years prior shall be deposited to Alcohol Beverage Enforcement & Treatment Restricted Account, less \$30,000. Additionally, 32A-1-115(3) indicates that the legislature shall appropriate an amount equal to at least that amount. Based on FY12 revenues, 40% of this tax less \$30,000 is \$5,463,740 (rounded up to \$5,463,800). The current appropriation amount is \$5,118,400, so an increase of \$345,400 is needed to comply with 32A-1-115(3).

**GOVERNOR'S RECOMMENDATIONS**

1. Alcoholic Beverage Control Fund distribution – \$345,400 ongoing restricted fund.

**BUDGET DETAIL TABLE**

Tax Commission - Liquor Profit Distribution						
	FY 2012 Actual	FY 2013 Appropriated	Changes	FY 2013 Revised	Changes	FY 2014* Recommended
<b>Sources of Finance</b>						
GFR - Alc Bev Enf & Treatmer	5,308,900	5,118,400	0	5,118,400	0	5,118,400
<b>Total</b>	\$5,308,900	\$5,118,400	\$0	\$5,118,400	\$0	\$5,118,400
<b>Programs</b>						
Liquor Profit Distribution	5,308,900	5,118,400	0	5,118,400	0	5,118,400
<b>Total</b>	\$5,308,900	\$5,118,400	\$0	\$5,118,400	\$0	\$5,118,400
<b>Categories of Expenditure</b>						
Other Charges/Pass Thru	5,308,900	5,118,400	0	5,118,400	0	5,118,400
<b>Total</b>	\$5,308,900	\$5,118,400	\$0	\$5,118,400	\$0	\$5,118,400

\*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

**SUMMARY OF RECOMMENDATIONS**

The Fiscal Analyst recommends the Legislature:

1. Approve a FY 2014 recommended budget of \$5,118,400 as shown in the budget detail table on page 1.
2. Approve an ongoing increase of \$345,400 from the Alcohol Beverage Enforcement & Treatment Restricted Account as described on page 1.