



Fiscal Note

S.B. 103

2020 General Session
Wine Subscription Program
by Davis, G.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(11,464,800)	\$(186,600)	\$(11,651,400)

State Government

UCA 36-12-13(2)(b)

Revenues	FY 2020	FY 2021	FY 2022
General Fund	\$0	\$(11,464,800)	\$(11,464,800)
General Fund, One-time	\$0	\$(186,600)	\$0
Dedicated Credits Revenue	\$0	\$57,800	\$57,800
Liquor Control Fund	\$0	\$579,200	\$392,600
Total Revenues	\$0	\$(11,014,400)	\$(11,014,400)

Enactment of this bill could reduce Liquor Control Fund markup revenue by \$11,072,200 annually. The bill also increases Liquor Control Fund fees by \$240,000 ongoing and \$45,000 one-time in FY 2021. When combined with the Department of Alcoholic Beverage Control costs identified below, the year-end transfer to the General Fund from the Liquor Control Fund could decrease by \$11,464,800 annually and by \$186,600 one-time in FY 2021. Enactment of this bill could also increase ISF - dedicated credits to the Attorney General's Office by \$57,800 annually.

Expenditures	FY 2020	FY 2021	FY 2022
Dedicated Credits Revenue	\$0	\$57,800	\$57,800
Liquor Control Fund	\$0	\$864,200	\$632,600
Total Expenditures	\$0	\$922,000	\$690,400

Enactment of this bill could cost the Department of Alcoholic Beverage Control \$632,600 ongoing and \$231,600 from the Liquor Control Fund for staff support and technology related to the wine subscription program established in the bill. Spending from the Liquor Control Fund impacts year-end transfers to the General Fund. Enactment of this bill could also cost the Attorney General's Office \$57,800 from dedicated credits to provide staff support to the Department of Alcoholic Beverage Control.

	FY 2020	FY 2021	FY 2022
Net All Funds	\$0	\$(11,936,400)	\$(11,704,800)

Local Government

UCA 36-12-13(2)(c)

Enactment of this bill could reduce local sales tax revenue by approximately \$248,200 annually as a result of the markup changes.

Individuals & Businesses

UCA 36-12-13(2)(d)

An estimated 500 wineries could pay a \$300 initial application fee and a \$100 renewal fee to participate in the program for aggregate costs of \$285,000 in FY 2021 and \$240,000 in FY 2022. Subscribers could experience an 88 percent markup reduction on product purchased. They would also have to pay a \$1.35 handling fee per case initially.

Regulatory Impact

UCA 36-12-13(2)(e)

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.