

PREPARED BY: John Wiemer
 DATE PREPARED: January 25, 2023
 PHONE: 402-471-0051

LB 376

Revision: 00

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2023-24		FY 2024-25	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		\$700,000		\$370,000
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS		\$700,000		\$370,000

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 376 requires each licensed manufacturer, licensed wholesaler, or holder of a shipping license to submit a report prior to the sale or shipment of any alcoholic liquor into the State of Nebraska.

The Nebraska Liquor Control Commission's (NLCC) estimate utilized a \$20 initial fee for each brand registration and a \$10 renewal fee after that. 35,000 brand registrations are estimated for FY24 and 1,000 for FY25 along with the initial 35,000 brand registrations paying the renewal fee of \$10.

NLCC estimates no new expenditures to meet the requirements of this bill as they will utilize the capabilities of their new software.

There is no basis to disagree with these estimates.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE		
LB: 376	AM:	AGENCY/POLT. SUB: Nebraska Liquor Control Commission (035)
REVIEWED BY: Joe Wilcox	DATE: 01/19/2023	PHONE: (402) 471-4178
COMMENTS: Do not disagree with the Nebraska Liquor Control Commission estimate of potential brand registration revenue to the Agency from LB 376.		

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2023

LB⁽¹⁾ 376

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾ Liquor Control Commission

Prepared by: ⁽³⁾ Mark Davis Jr Date Prepared: ⁽⁴⁾ 1/18/2023 Phone: ⁽⁵⁾ 402-471-4804

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2023-24</u>		<u>FY 2024-25</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>0</u>	<u>700,000</u>	<u>0</u>	<u>370,000</u>
CASH FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
FEDERAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
OTHER FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL FUNDS	<u>0</u>	<u>700,000</u>	<u>0</u>	<u>370,000</u>

Explanation of Estimate:

NLCC based revenue generation on similar brand registrations in South Dakota, Missouri, Kansas, and Colorado. NLCC assumes that fees will be \$20 for initial renewal, followed by \$10 renewals every other year. Using a conservative estimate of 35,000 brand registrations at the onset, followed by an additional 1,000 the following year.

NLCC has a new software solution coming online in May 2024 that has brand registration built into the system and would require no new expenditures to meet the requirements of this bill at that time.

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2023-24</u>	<u>2024-25</u>
	<u>23-24</u>	<u>24-25</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
Benefits.....				
Operating.....				
Travel.....				
Capital outlay.....				
Aid.....				
Capital improvements.....				
TOTAL.....				