



Legislative Council Staff

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Fiscal Note

Drafting Number: LLS 21-0393
Prime Sponsors: Sen. Coram

Date: March 08, 2021
Bill Status: Senate Business
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Bill Topic: **DONATED ALCOHOL BEVERAGES FOR SPECIAL EVENTS**

Summary of Fiscal Impact:

<input type="checkbox"/> State Revenue	<input type="checkbox"/> TABOR Refund
<input checked="" type="checkbox"/> State Expenditure	<input checked="" type="checkbox"/> Local Government
<input type="checkbox"/> State Transfer	<input type="checkbox"/> Statutory Public Entity

The bill allows club licensees to comingle donated alcohol with their inventory and sell any alcohol leftover from a special event. The bill modifies state and local government workload on an ongoing basis.

Appropriation Summary: No appropriation is required.

Fiscal Note Status: This fiscal note reflects the introduced bill.

Summary of Legislation

Under the bill, alcohol that is donated for a special event held at the location of a club licensee may be comingled with the licensee’s inventory. The club licensee also may sell any donated alcohol remaining after the special event to club members and guests, as long as it is sold by the drink for consumption on the licensed premises.

Background

A club licensee is authorized to sell alcohol beverages to members of the club and their guests for on-premises consumption. The club must have a membership that has paid dues for at least three years, and operate solely for objects of a national, social, fraternal, patriotic, political, or athletic nature, but not for financial gain. There are currently 146 licensed clubs in Colorado.

State and Local Government Expenditures

The bill modifies workload for the Department of Revenue and local licensing authorities to incorporate the bill's requirements into existing enforcement procedures. The Department of Revenue may also require minimal rulemaking. Any workload increase is expected to be minimal.

Effective Date

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed. The bill applies to special event permits issued on or after the effective date.

State and Local Government Contacts

Counties Law Municipalities Revenue