



**Legislative Council Staff**

*Nonpartisan Services for Colorado's Legislature*

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**Fiscal Note**

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**Drafting Number:** LLS 22-0510  
**Prime Sponsors:** Sen. Priola  
Rep. Cutter

**Date:** January 21, 2022  
**Bill Status:** Senate Business  
**Fiscal Analyst:** Anna Gerstle | 303-866-4375  
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**Bill Topic:** **RETAIL LIQUOR STORE MINIMALLY PROCESSED FOOD**

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**Summary of Fiscal Impact:**

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

The bill excludes minimally processed fruit, vegetables, nuts, and meat from the limit on the amount of liquor store revenue that can come from non-alcohol products. The bill increases state workload by a minimal amount.

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**Appropriation Summary:** No appropriation is required.

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**Fiscal Note Status:** The fiscal note reflects the introduced bill.

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**Summary of Legislation**

Under current law, liquor stores may sell non-alcohol products as long as the gross annual sales of those items do not exceed 20 percent of the total annual gross sales revenue. Ice, soft drinks, mixers, items related to the consumption of alcohol, and lottery, cigarette, tobacco, and nicotine products are excluded from the 20 percent limit. The bill adds fruits, vegetables, nuts, and meat that are not substantially modified to the list of items excluded from the limit.

**State Expenditures**

In FY 2022-23 only, the bill increases workload by a minimal amount for the Department of Revenue to align rules with the changes in the bill. Legal services for rulemaking are provided by the Department of Law. The workload can be accomplished within current appropriations.

**Effective Date**

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

**State and Local Government Contacts**

Counties

Law

Municipalities

Revenue