

## **Legislative Council Staff**

Nonpartisan Services for Colorado's Legislature

# **Final Fiscal Note**

LLS 24-0689 **Drafting Number:** Date: July 15, 2024 **Prime Sponsors:** Rep. Hartsook; Lindstedt **Bill Status:** Signed into Law John Armstrong | 303-866-6289 Sen. Smallwood; Zenzinger Fiscal Analyst: john.armstrong@coleg.gov **Bill Topic:** CHAMBER OF COMMERCE ALCOHOL SPECIAL EVENT PERMIT **Summary of** ☐ State Transfer **Fiscal Impact:** ☐ TABOR Refund ☐ Statutory Public Entity The bill allows chambers of commerce to obtain a permit to serve alcohol at a special event. The bill will increase state and local revenue and workload beginning in FY 2024-25. **Appropriation** No appropriation is required. **Summary: Fiscal Note** The final fiscal note reflects the enacted bill. Status:

## **Summary of Legislation**

A special event liquor permit allows an organization to sell liquor, wine, and beer during an event that they host. The bill adds chambers of commerce to the list of organizations eligible to obtain a special event liquor permit. Chambers of commerce must make sandwiches and snacks available if they serve alcohol, similar to the requirements of other special event liquor permit holders. Certain chamber of commerce members, such as those who sell cars, marijuana, gas, or firearms; are teacher or childcare providers; are other liquor licensees or a convenience store may not participate in the special event.

The bill also requires the Department of Revenue to make rules for authorized license holders to host tobacco festivals.

## **State Revenue and Expenditures**

The Liquor Enforcement Division in the Department of Revenue will see a minimal increase in fee revenue from special event permit fees and tobacco festival fees, and an increase in workload to process permit applications and create new rules. The overall amount of new applications is assumed to be small and the resulting workload to process new applications, update forms and create new rules can be accomplished within existing appropriations.

State special event permit fees are \$10 per day to sell beer only and \$25 per day to sell beer, wine, and spirits. Fees collected from applications are deposited in the Liquor Enforcement Division Cash Fund and are subject to TABOR. Additionally, the additional revenue generated by creating a new tobacco festival permit is expected to be minimal.

#### **Local Government**

Similar to the state, local licensing authorities will have additional fee revenue and workload to process new special event permits to chambers of commerce. The expected increase is assumed to be minimal.

#### **Effective Date**

The bill was signed into law by the Governor on June 4, 2024, and takes effect on August 7, 2024, assuming no referendum petition is filed.

### **State and Local Government Contacts**

#### Revenue

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit the <u>General Assembly website</u>.