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# LB 441

Revision: 02

Revised to reflect AM691

# FISCAL NOTE

## LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(69,500)		(99,500)
CASH FUNDS	97,500	97,500	127,500	127,500
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	97,500	28,000	127,500	28,000

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 441 directs the fees collected from shipping licenses granted to any person who sells and ships alcoholic liquor from another state directly to a consumer in this state to be credited to the Winery and Grape Producers Promotional Fund rather than the General Fund.

There are currently 139 of these licenses, which are issued with an annual fee of \$500. It is expected that at least another 60 licenses will be issued within the next year. (139 licenses \* \$500 = \$69,500 and 199 licenses \* \$500 = \$99,500)

As amended, LB 441 establishes an excise tax of one cent per pound on all grapes that are either sold through commercial channels or delivered in Nebraska. Based on 1,400 tons of grapes, an estimated \$28,000 in revenues would be generated from this tax.

The Department of Agriculture estimates fee collection services and audit services would be performed with existing staff, and any extra expenses could be accommodated within the existing budget of the Management Services Revolving Fund.

The Winery and Grape Producers Promotional Fund is expended by the Nebraska Grape and Winery Board through the Department of Agriculture's budget. An increased cash fund expenditure authority will be needed so the Nebraska Grape and Winery Board may expend the additional revenue received as a result of LB 441.

### DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Joe Wilcox	DATE	1/24/07	PHONE	471-2526
COMMENTS					
NEBRASKA LIQUOR CONTROL COMMISSION: Concur, Section 1(4) of the bill specifically places the revenues from this fee into the Winery and Grape Producers Promotional Fund (Cash Fund).					
AGRICULTURE: Concur with agency analysis for Department of Agriculture relative to the Final Reading copy of LB 441.					