

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 234** SLS 12RS 488

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action: **w/ HSE COMM AMD**

Proposed Amd.:

Sub. Bill For.:

Date: May 1, 2012 3:21 PM	Author: SMITH, GARY
Dept./Agy.: Revenue/Alcohol and Tobacco Control	Analyst: Deborah Vivien
Subject: Adds security personnel to Responsible Vendor Program	

ALCOHOLIC BEVERAGES RE1 INCREASE SG EX See Note Page 1 of 1
Creates server permits for security personnel for purposes of the Louisiana Responsible Vendor Program. (8/1/12)

Current law provides for a permit and professional training requirements for servers in establishments that primarily serve alcohol.

Proposed law adds security personnel to the permit and training requirements under the LA Responsible Vendor Program. Permit fees are assumed to be the same as those for servers. Security personnel shall not include those employed by hotels or motels unless the employee works in the hotel or motel bar. Training providers are allowed to charge and retain up to \$50 for the training course.

EXPENDITURES	2012-13	2013-14	2014-15	2015-16	2016-17	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total						

REVENUES	2012-13	2013-14	2014-15	2015-16	2016-17	5 -YEAR TOTAL
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Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total						

EXPENDITURE EXPLANATION

As of this writing, an official response to a request for information has not been received from ATC. In discussion with The Office of Alcohol and Tobacco Control (ATC), the agency indicated that the bill will require about 6,100 man hours to implement (3,050 bars * 2 hours per bar per year) at a per hour cost of \$16 per hour for a total impact on the agency of about \$100,000 per year. Duties involved are data collection, database maintenance, and permit checks on a large number of persons with likely high turnover experience in these businesses, similar to what is observed with servers. Additional administrative efforts and costs are likley.

REVENUE EXPLANATION

Since there was no alcohol establishment security personnel permit available prior to the bill, all permit fees collected from security personnel will represent an increase in self-generated revenue to the state, presumably for use within the ATC. However, according to the ATC, as with servers, the only permit fees will arise from duplication (\$5), which is minimal and not expected to cover the cost of implementing the program. The bill allows the training provider to charge up to \$50 for the training with the full amount retained by the provider.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}	<input type="checkbox"/> 6.8(F)1 >= \$500,000 Annual Fiscal Cost {S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}	<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	

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