

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 7757**

**BILL NUMBER: SB 286**

**NOTE PREPARED: Jan 3, 2005**

**BILL AMENDED:**

**SUBJECT:** Proof of tax payment as condition for license.

**FIRST AUTHOR:** Sen. Kenley

**BILL STATUS:** As Introduced

**FIRST SPONSOR:**

**FUNDS AFFECTED:**  GENERAL  
 DEDICATED  
 FEDERAL

**IMPACT:** State

**Summary of Legislation:** This bill provides that the Alcohol and Tobacco Commission (ATC) shall not issue, renew, or transfer a wholesaler, retailer, dealer, or other permit of any type if the applicant has not paid the applicant's income taxes as required under IC 6. It also allows the ATC to revoke the permit of a manufacturer or wholesaler of alcoholic beverages for failure to pay the income taxes required under IC 6.

**Effective Date:** July 1, 2005.

**Explanation of State Expenditures:** This bill will have an administrative cost impact on the Alcohol and Tobacco Commission (ATC). It is estimated that this increase in administrative costs could be covered through the use of existing staff and resources.

This bill requires the ATC to obtain proof that a wholesaler, retailer, dealer, or other permit applicant has paid their income taxes *prior to* issuing, renewing, or transferring a license. If it is determined that the applicant is liable for income taxes, then the application must be denied. Currently, the ATC must deny an application if the applicant is on the most recent tax warrant list as supplied by the Department of State Revenue (DOR). The administrative cost impact is estimated to be minimal in requiring proof that the applicant has paid their income taxes *prior to* granting the requested license.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Alcohol and Tobacco Commission

**Local Agencies Affected:**

**Information Sources:** Bart Herriman, 317-232-2444, Chairman, Alcohol and Tobacco Commission

**Fiscal Analyst:** Adam Brown, 317-232-9854.