#### STATE OF KANSAS

ALCOHOLIC BEVERAGE CONTROL 109 SW 9<sup>th</sup> STREET PO Box 3506 TOPEKA KS 66601-3506



Governor Jeff Colyer, M.D. Samuel M. Williams. Secretary DEPARTMENT OF REVENUE PHONE: 785-296-7015 FAX: 785-291-7185 www.ksrevenue.gov

# KANSAS DEPARTMENT OF REVENUE – ALCOHOLIC BEVERAGE CONTROL DIVISION ECONOMIC IMPACT STATEMENT K.A.R. 14-25-1, 14-25-2, 14-25-3, 14-25-4, 14-25-5 & 14-25-6

#### I. Summary of Proposed Regulations.

Chapter 14, new article 25 creates regulations for cereal malt beverage (CMB) retailers pertaining to new rights of the CMB retailer license effective April 1, 2019 who possess a CMB retailer license for sales of beer or CMB for consumption off and away from the licensed premise.

### II. Reason or Reasons the Proposed Regulation is Required, Including Whether or not the Regulation is Mandated by Federal Law.

2017 House Sub for SB 13 authorized sales of beer up to 6% alcohol by volume by CMB retailers and tasked the Alcoholic Beverage Control (ABC) director with regulating these sales to ensure an orderly market. This regulation is not mandated by federal law, and therefore, the regulation does not exceed the requirements of federal law.

## III. Anticipated Economic Impact upon the Kansas Department of Revenue – Alcoholic Beverage Control Division.

The adoption of these regulations will not require additional FTEs, including enforcement.

### IV. Anticipated Financial Impact upon other Government Agencies and upon Private Business or Individuals.

There is no economic impact on other government agencies anticipated. Effective April 1, 2019, off-premise CMB retailers will also be able to expand their inventory to sell beer not more than 6% alcohol by volume in addition to the CMB they currently sell.

V. Description of any Less Costly or Less Intrusive Methods that were Considered by the Department of Revenue – Alcoholic Beverage Control Division for Achieving the State Purpose of the Regulation and the Reason that those Methods were Rejected in Favor of the Proposed Regulation.

None.