



UTAH STATE TAX COMMISSION – LIQUOR PROFIT DISTRIBUTION

BUSINESS, ECONOMIC DEVELOPMENT AND LABOR APPROPRIATIONS SUBCOMMITTEE
STAFF: ZACKERY KING

BUDGET BRIEF

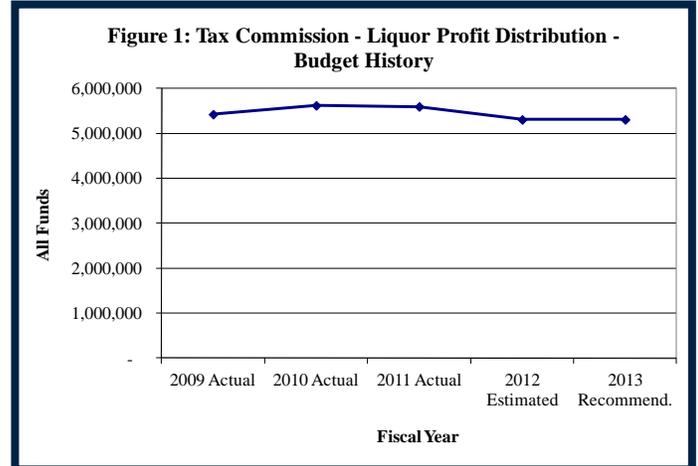
SUMMARY

This line item accounts for a portion of revenue generated by the beer tax, collected by the Tax Commission, and distributed to local governments. The Alcoholic Beverage Enforcement and Treatment Restricted Account has the portion of the beer tax that is available for this distribution.

ISSUES AND RECOMMENDATIONS

BUDGET ADOPTION

For the Liquor Profit Distribution line item, the Fiscal Analyst recommends an FY 2013 budget of \$5,308,900, as shown in the budget detail table.



ALCOHOLIC BEVERAGE CONTROL FUND DISTRIBUTION

The Fiscal Analyst recommends the subcommittee forward to the Executive Appropriations Committee for further consideration, a \$190,500 ongoing transfer from the Alcohol Beverage Enforcement & Treatment Restricted Account to the General Fund in FY 2013.

Utah Code 59-15-109 stipulates that 40% of the Beer Excise Tax amount from 2 years prior shall be deposited to Alcohol Beverage Enforcement & Treatment Restricted Account, less \$30,000. 32A-1-115(3) indicates that the legislature shall appropriate an amount equal to at least that amount. Based on FY11 revenues, 40% of this tax less \$30,000 is \$5,118,317.16 (rounded up to \$5,118,400). The current appropriation amount is \$5,308,900, so a decrease of \$190,500 is needed to comply with 32A-1-115(3).

GOVERNOR’S RECOMMENDATIONS

1. Alcoholic Beverage Control Fund distribution – (\$190,500) ongoing restricted fund.

BUDGET DETAIL TABLE

Tax Commission - Liquor Profit Distribution						
Sources of Finance	FY 2011 Actual	FY 2012 Appropriated	Changes	FY 2012 Revised	Changes	FY 2013* Recommended
GFR - Alc Bev Enf & Treatment	5,597,200	5,308,900	0	5,308,900	0	5,308,900
Total	\$5,597,200	\$5,308,900	\$0	\$5,308,900	\$0	\$5,308,900
Programs						
Liquor Profit Distribution	5,597,200	5,308,900	0	5,308,900	0	5,308,900
Total	\$5,597,200	\$5,308,900	\$0	\$5,308,900	\$0	\$5,308,900
Categories of Expenditure						
Other Charges/Pass Thru	5,597,200	5,308,900	0	5,308,900	0	5,308,900
Total	\$5,597,200	\$5,308,900	\$0	\$5,308,900	\$0	\$5,308,900

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

SUMMARY OF RECOMMENDATIONS

The Fiscal Analyst recommends the Legislature:

1. Adopt the FY 2013 recommended budget of \$5,308,900 as shown in the budget detail table on page 1.
2. Approve the ongoing reduction of \$190,500 from the Alcoholic Beverage Control Fund as described on page 1.