

## SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT (803)734-0640 • RFA.SC.GOV/IMPACTS

**Bill Number:** S. 0290 Introduced on January 8, 2019

Author: Talley

Subject: Drive Through Alcohol Services

Requestor: Senate Judiciary RFA Analyst(s): Mitchell and Gardner

Impact Date: March 18, 2019 Updated for Additional Agency Response

## **Fiscal Impact Summary**

This bill will have no expenditure impact to the South Carolina Law Enforcement Division, as the bill will not materially or fiscally impact the operations of the division.

The expenditure and revenue impacts of this bill are undetermined, as the license fee for the new permit for beer and wine sold on a drive through or curb service basis has not been determined and the number of new permits to be issued by the Department of Revenue is unknown.

This fiscal impact has been updated to include a response from the Department of Revenue.

## **Explanation of Fiscal Impact**

## Updated for Additional Agency Response on March 18, 2019 Introduced on January 8, 2019 State Expenditure

This bill allows beer and wine to be sold for off-premises consumption on a drive through or curb service basis in closed containers. Further, beer and wine for curbside pickup may be prepaid online or paid for at the time of pickup. The Department of Revenue (DOR) is authorized to generate license fees for the issuance of permits for beer and wine sold on a drive through or curb service basis.

**South Carolina Law Enforcement Division (SLED).** This bill requires SLED to perform activities that will be conducted in the normal course of business. As such, this bill does not have any expenditure impact on the General Fund, Other Funds, or Federal Funds. However, SLED states that the provisions of this bill will make it more difficult to enforce underage purchases of alcohol. SLED further indicates that retailers will be tasked with the responsibility of age verification when alcohol is delivered to the vehicle. Retailers must also ensure that the identification of the purchaser is current and complies with South Carolina alcohol laws.

**Department of Revenue.** This bill requires DOR to create a new permit for beer and wine sold on a drive through or curb service basis. DOR is unable to project the demand for the new permit described in the bill. Therefore, the expenditure impact of the bill is undetermined.

#### **State Revenue**

The bill authorizes DOR to collect license fees for the issuance of permits for beer and wine sold on a drive through or curb service basis. The license fee for the new permit for beer and wine sold on a drive through or curb service basis has not been determined. As such, the revenue impact of this bill is undetermined.

This fiscal impact has been updated to include a response from DOR.

#### **Local Expenditure**

N/A

#### **Local Revenue**

N/A

# Introduced on January 8, 2019

## **State Expenditure**

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**Department of Revenue.** This bill requires the Department of Revenue to create a new permit for beer and wine sold on a drive through or curb service basis. The expenditure impact of this bill is pending, contingent upon a response from the Department of Revenue.

#### **State Revenue**

The bill authorizes the Department of Revenue to collect license fees for the issuance of permits for beer and wine sold on a drive through or curb service basis. The revenue impact of this bill is pending, contingent upon a response from the Department of revenue.

### **Local Expenditure and Local Revenue**

N/A

Frank A. Rainwater, Executive Director