

THE LEGISLATURE OF THE STATE OF ALASKA  
FISCAL NOTE  
 Second Session - Ninth Legislature

I. REQUEST

Bill No. CS HB 576  
 Title: An Act relating to alcoholic beverages; and providing for an effective date  
 Requested by: Jim Rhode Date: 2/2/76  
 Return Date Requested: 2/9/76  
 Agency: Revenue Program: Alcoholic Beverage Control Board & Audit Division

II. FISCAL DETAIL

Budget Request Unit(s) Affected: NONE

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	NONE	NONE	NONE	NONE	NONE	NONE

B. FUNDING: (Thousands of dollars)

GENERAL FUND					
FEDERAL FUNDS					
OTHER					

C. POSITIONS: NONE

THE LEGISLATURE OF THE STATE OF ALASKA  
FISCAL NOTE  
 Second Session - Ninth Legislature

I. REQUEST

Bill No. CS HB 576  
 Title: An Act relating to alcoholic beverages; and providing for an effective date  
 Requested by: Jim Rhode Date: 2/2/76  
 Return Date Requested: 2/9/76  
 Agency: Revenue Program: Alcoholic Beverage Control Board & Audit Division

II. FISCAL DETAIL

Budget Request Unit(s) Affected: NONE

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	NONE	NONE	NONE	NONE	NONE	NONE

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						


C. POSITIONS: NONE

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

N/A

IV. ATTACHMENTS See memo dated 2/9/76 attached.

V. DATE: 2-10-76 PREPARED BY: 

Original: Legislative Finance  
 cc: Budget and Management  
 Prime Sponsor (First Legislator Named)

# MEMORANDUM

State of Alaska

TO Mr. R. D. Stevenson  
Special Assistant to the Commissioner  
Department of Revenue

DATE: February 10, 1976

FILE NO:

TELEPHONE NO:

FROM Gary L. Jenkins  
Director  
Audit Division

SUBJECT: Committee Substitute  
for House Bill 576

Among some other very minor changes, Committee Substitute for House Bill 576 provides that the election allowed liquor distributors to pay the tax either at the time the liquor was shipped into this State or was sold out of a warehouse shall be repealed. If this proposed repeal is enacted, the tax will be payable on all liquor, at the time of shipment into the State.

Based on the credits which were taken in the year that the bill was enacted allowing the change to the sales method of reporting and projecting for the total amount of potential volume of liquor sales in Alaska for the current fiscal year, it would appear that the impact of this would be to cause those wholesalers reporting on a sales basis to pay an additional \$600,000 in liquor taxes to the State of Alaska on their inventories in the state.

The major advantage from an audit point of view would be to reduce the amount of detail auditing that must be performed to currently audit alcoholic beverage returns filed with the State. We are currently forced to rely heavily on the records maintained by the distributors which are not necessarily accurate.

Regarding the establishment of the inflight catering liquor license, this is merely a technical correction in the law which is needed, and will not have any financial effects.

Mr.  
GLJ/lam