

February 2, 2012

The Honorable Lance Kinzer, Chairperson
House Committee on Judiciary
Statehouse, Room 165-W
Topeka, Kansas 66612

Dear Representative Kinzer:

SUBJECT: Fiscal Note for HB 2521 by House Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning HB 2521 is respectfully submitted to your committee.

HB 2521 would impose civil penalties for violations of the Master Settlement Agreement between the United States and tobacco product manufacturers; the Cigarette and Tobacco Products Act; the Liquor Control Act; the Club and Drinking Establishment Act; the Cereal Malt Beverage Act; and the Beer and Cereal Malt Beverage Keg Registration Act. The civil penalties must be imposed no later than 90 days after the date the violation occurred.

The Department of Revenue indicates that HB 2521 could result in the loss of some revenues collected from civil penalties if, for instance, it was not aware of the violation or in the process of investigating the violation within the 90 days and was consequently unable to prosecute the case.

Sincerely,



Steven J. Anderson, CPA, MBA
Director of the Budget

cc: Steve Neske, Revenue