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## FISCAL IMPACT REPORT

SPONSOR: Aragon DATE TYPED: 3/19/03 HB 688/aSJC/aSFL#1/aHBIC/aHFI#1  
 SHORT TITLE: Amending the Liquor Control Act SB aHFI#1  
 ANALYST: Maloy

### APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY03	FY04	FY03	FY04		
	NFI		NFI		

(Parenthesis ( ) Indicate Expenditure Decreases)

### SOURCES OF INFORMATION

Responses Received From  
 Alcohol and Gaming Division, Regulation and Licensing Department  
 Office of the Attorney General

### SUMMARY

#### Synopsis of HFI Amendment #1

The House Floor amended SB 688 to strike the House Business and Industries Committee amendment.

#### Synopsis of HBIC Amendment

The House Business and Industry Committee amended SB688 to clarify that, though the bill adds “*successors or assigns*” to the definition of “supplier” under franchise agreements, the definition does not include “*successors or assigns for spirituous liquors or wines*”.

This amendment is identical to the amendment made on the Senate Floor.

#### Synopsis of SFI #1 Amendment

The Senate Floor amended Senate Bill 688 to clarify that, though the bill adds “*successors or assigns*” to the definition of “supplier” under franchise agreements, the definition does not include “*successors or assigns for spirituous liquors or wines*”.

Synopsis of Original Bill

Senate Bill 688 amends the Liquor Control Act to make a minor change to the definition of “supplier” under franchise agreements. The bill adds “*successors or assigns*” to the definition.

Significant Issues

If a supplier sells or otherwise transfers its business distributing its brands of alcoholic beverages through licensed wholesalers in New Mexico, the subsequent person or corporate entity assuming the business is included in the scope of the term “supplier”.

**FISCAL IMPLICATIONS**

There are no anticipated fiscal implications for the state.

SJM/yr