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## FISCAL IMPACT REPORT

SPONSOR Silva		Silva	<b>DATE TYPED</b> 02/	17/05 <b>HB</b>	425/aHBI	<u> </u>
S	SHORT TITLE Intrastate Wine Shipping and Sales					
				ANALYST	Ford	
APPROPRIATION						
Appropriation Contained Es			Estimated Additional Imp		Recurring Fur	

**FY06** 

NFI

**FY05** 

#### SOURCES OF INFORMATION

LFC Files

**FY05** 

Responses Received From
Regulation and Licensing Department (RLD)
Department of Agriculture (NMDA)
Department of Public Safety (DPS)

**FY06** 

#### **SUMMARY**

### **Synopsis of HBIC Amendment**

The House Business and Industry Committee amendment places a limit on a winegrower's intrastate shipments of wine at 200 cases per calendar year.

## Synopsis of Original Bill

House Bill 425 removes winegrowers' limitations on intrastate shipments of wine and allows winegrowers to sell wine by the glass at off-premise locations.

### Significant Issues

Current law limits intrastate shipment by winegrowers to not more than 100 cases per calendar year. House Bill 425 would remove that limitation. Current law allows winegrowers, at no more than three off-premises locations, to conduct wine tastings and sell wine in unbroken packages. House Bill 425 would also allow the winegrower to sell wine by the glass at such locations.

#### FISCAL IMPLICATIONS

DPS notes a possible increase in law enforcement costs.

# House Bill 425/aHBIC -- Page 2

# OTHER SUBSTANTIVE ISSUES

The Department of Agriculture writes that this bill could benefit the 22 wineries in New Mexico by making it more feasible to conduct business and by boosting sales.

EF/yr