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FISCAL IMPACT REPORT

SPONSOR	HBIC	DATE TYPED	03/11/05	HB	948/HBICS
SHORT TITL	E Allow the Removal	of Partially Consum	ed Wine	SB	

ANALYST McSherry

APPROPRIATION

Appropriatio	on Contained	Estimated Add	litional Impact	Recurring or Non-Rec	Fund Affected
FY05	FY06	FY05	FY06		
NFi	NFI	NFI	NFI	Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

<u>Responses Received From</u> Regulations and Licensing Department (RLD) Department of Public Safety (DPS)

SUMMARY

Synopsis of Substitute Bill

HB-948 as substituted in the House Business and Industry Committee proposes to enact a new section of the liquor control act that would allow customers to remove a partially consumed bottle of wine from a restaurant that is a licensed premises. The wine would have to be re-corked and resealed in the same container and a copy of the customer receipt is attached to the bottle

The proposed committee substitute would also amend the "Consumption or Possession of Alcoholic Beverages in Open Containers in a Motor Vehicle Prohibited- Exceptions" section to include an exception to the provisions should the beverage be a resealed bottle of wine permitted pursuant to the newly proposed section of the Liquor Control Act.

Significant Issues

The proposed change would allow customers purchasing a bottle of wine from canopy licensees or restaurants to purchase a bottle of wine for both on-premise and off-premise consumption and would allow the legal transportation of the said beverage in a motor vehicle.

House Bill 948/HBICS -- Page 2

The customer would be required to purchase a full course meal and have consumed a portion of the bottle of wine that is to be removed from the licensed premises.

The proposed bill would provide an exception to current statute:

Section 60-6A-4. Restaurant license.

B. After the approval of restaurant licenses by the registered qualified electors of the local option district and upon completion of all requirements in the Liquor Control Act [60-3A-1 NMSA 1978] for the issuance of licenses, a restaurant located or to be located within the local option district may receive a restaurant license to sell, serve or allow the consumption of beer and wine subject to the following requirements and restrictions: (5) restaurant licensees shall not sell beer and wine for consumption off the licensed premises;

FISCAL IMPLICATIONS

There may be additional revenue made by liquor sales licensees as a result of the proposed bill.

OTHER SUBSTANTIVE ISSUES

Currently only full dispensers, retailers, winegrowers, and microbrewers can sell for off-premise consumption.

ALTERNATIVES

Additional amendments could be made to the cited statutes regarding alcohol sales.

WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL?

Patrons will continue to purchase wine by the glass when a full bottle is too much for one or two patrons.

When a bottle of wine is purchased for on-premise consumption, any wine not consumed onpremise will be discarded.

In the event patrons desire more than a glass of wine they can purchase a sealed bottle from a licensed retailer or dispenser authorized to sell alcoholic beverages for off-premise consumption.

EM/yr