

**BUSINESS IMPACT STATEMENT
BILL NO. 2013-14**

(Updates the City's licensing regulations by creating two new alcoholic beverage license categories (beer and wine room and ancillary brew pub) and prohibiting restricted gaming at an establishment where a beer and wine room alcoholic beverage license is held)

This business impact statement was prepared pursuant to NRS 237.090 to address the impact of a proposed ordinance, Bill No. 2013-14, that would update the City's licensing regulations by creating two new alcoholic beverage license categories (beer and wine room and ancillary brew pub) and prohibiting restricted gaming at an establishment where a beer and wine room alcoholic beverage license is held.

1. The following constitutes a description of the number of the manner in which comment was solicited from affected businesses, a summary of their responses and an explanation of the manner in which other interested persons may obtain a copy of the summary.

No comments were solicited. The proposal is not anticipated to have a materially different impact on businesses than existing regulations, and those licensees that currently possess a pub/tavern alcoholic beverage license will not be required to convert such license to an ancillary brew pub liquor license

2. The estimated economic effect of the proposed rule on businesses, including, without limitation, both adverse and beneficial effects, and both direct and indirect effects:

Adverse effects:

None identified

Beneficial effects:

New licensing categories available at potentially lower cost than under those currently available

Direct effects:

None

Indirect effects:

None

3. The following constitutes a description of the methods the local government considered to reduce the impact of the proposed rule on businesses and a statement regarding whether any, and if so which, of these methods were used:

Not applicable

4. The governing body estimates the annual cost to the local government for enforcement of the proposed rule is:

Not applicable

5. If the proposed rule provides for a new fee or increases an existing fee, the total annual amount expected to be collected is:

The City cannot estimate the total annual amount for the following reasons.

–The proposed ordinance proposes to add a new type of alcoholic beverage license, beer and wine room, which will require an initial payment of \$7,500.00 at the issuance of the license and a license fee of \$700.00 semi-annually. While the City believes that some persons will make application for such a license in the coming year, the City cannot estimate the number of licenses to be issued, thus cannot estimate the total amount of revenue to be collected.

–The ordinance also proposes to strike the pub/tavern alcoholic beverage license, which is the current license for the manufacture and sale of malt beverages, and proposes to add a new license for the manufacture and sale of malt beverages, the ancillary brew pub alcoholic beverage license. The prior license required an initial payment of \$75,000.00 at the issuance of the license and a license fee of \$1,200.00 semi-annually. The ancillary brew pub license does not require any initial payment at issuance of the license, but it does require the payment of the greater of \$500.00 semi-annually or 1% of gross sales annually. While the City believes that some persons will make application for such a license in the coming year, the City cannot estimate the number of licenses to be issued, thus cannot estimate the total amount of revenue to be collected

6. If the proposed rule provides for a new fee or increases an existing fee, the money generated by the new fee or increase in existing fee will be used by the local government to:

Any additional revenues from new fee categories will be used to offset enforcement costs and to replace potential revenues from existing categories.

7. If the proposed rule includes provisions that duplicate or are more stringent than federal, state or local standards regulating the same activity, the following explains when such duplicative or more stringent provisions are necessary:

Not applicable

Date: March 5, 2013