

# SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT (803)734-0640 • RFA.SC.GOV/IMPACTS

**Bill Number:** H. 4198 Introduced on March 7, 2019

Author: Howard

Subject: Sale of an Energy Drink to a Minor

Requestor: House Medical, Military, Public, and Municipal Affairs

RFA Analyst(s): Gardner

Impact Date: March 22, 2019

### **Fiscal Impact Summary**

This bill prohibits the sale of an energy drink to a minor and provides penalties for violations of this provision. This bill is unlikely to generate a significant number of violations, therefore the local expenditure and revenue impact of this bill is not expected to be significant.

# **Explanation of Fiscal Impact**

## Introduced on March 7, 2019 State Expenditure

This bill prohibits the sale of an energy drink to a minor and provides penalties for violations of this provision. An energy drink as defined by the bill as a "beverage that contains a minimum of 71 milligrams of caffeine per 12 fluid ounces and contains methylxanthines, B vitamins, guarana, ginseng, taurine, glucuronolactone or any extracts or variations of these ingredients." The bill makes it unlawful for a person to sell, furnish, give, or distribute an energy drink to a minor under the age of eighteen years. Persons who knowingly violate this provision must, upon misdemeanor conviction, be fined not less than \$50 per violation. These offenses do not constitute a violation of an establishment's beer and wine permit and thus do not provide grounds for the revocation of such permit.

#### **State Revenue**

N/A

### **Local Expenditure**

Of the counties and municipal organizations surveyed, only Lancaster County and the Municipal Association of South Carolina provided responses on the expected expenditure impact of the bill. Both parties report that the bill is unlikely to generate a significant number of violations. As such, the bill is expected to have no expenditure impact on local or municipal governments.

#### **Local Revenue**

Of the counties and municipal organizations surveyed, only Lancaster County and the Municipal Association of South Carolina provided responses on the expected expenditure impact of the bill. Both parties report that the bill is unlikely to generate a significant number of violations. As such, the bill is expected to have no significant revenue impact on local or municipal governments.

Frank A. Rainwater, Executive Director