

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◊ (860) 240-0200
<http://www.cga.ct.gov/ofa>

sHB-6602

AN ACT CONCERNING THIRD-PARTY DELIVERY SERVICES FOR RESTAURANTS.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 22 \$	FY 23 \$
Consumer Protection, Dept.	GF - Potential Cost	143,884	148,201
State Comptroller - Fringe Benefits ¹	GF - Potential Cost	59,424	61,207
Resources of the General Fund	GF - Potential Revenue Gain	See Below	See Below

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill places restrictions and requirements on third-party delivery services working with food service establishments and results in a potential cost and potential revenue gain to the state.

The bill requires the Department of Consumer Protection (DCP) to hold hearings for violations of the bill resulting in a potential cost to the agency depending on the number of hearings. If the bill generates numerous new hearings DCP may have to hire up to two new employees (one attorney and one special investigator) for a salary and fringe benefit cost of \$203,308 in FY 22 and \$209,407 in FY 23.

The bill also authorizes DCP to impose a civil penalty of up to

¹The fringe benefit costs for most state employees are budgeted centrally in accounts administered by the Comptroller. The estimated active employee fringe benefit cost associated with most personnel changes is 41.3% of payroll in FY 22 and FY 23.

\$1,000 per day on third-party delivery services for any violations resulting in a potential revenue gain to the state to the extent that violations occur.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to the number of hearings and civil penalties assessed.