

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS
FISCAL IMPACT STATEMENT**

LS 6579
BILL NUMBER: SB 147

NOTE PREPARED: Dec 11, 2025
BILL AMENDED:

SUBJECT: Transit Development District License.

FIRST AUTHOR: Sen. Pol
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill allows the Alcohol and Tobacco Commission to issue new three-way permits: (1) that are not subject to the permit quota; and (2) within a transit development district. It requires the maximum number of new permits issued within a district to be determined by written agreement of the legislative body of the municipality within the district and the Northwest Indiana Regional Development Authority Board.

Effective Date: July 1, 2026.

Explanation of State Expenditures: The Alcohol and Tobacco Commission would have an increase in workload to issue the permits. This workload increase should be done within current resources.

Explanation of State Revenues: The bill would increase three-way permit fee revenue by an indeterminable but likely small amount. It will depend on the number of applicants, maximum number of new permits, and approvals of permit ownership in a transit development district. The annual permit fee for a three-way permit is \$1,000. Revenue is distributed to the General Fund (37%); the city, town, or county in which the licensed premises are located (33%); and the Enforcement and Administration Fund (30%).

Explanation of Local Expenditures: The bill would increase workload for the legislative body of a local unit with a transit development district to adopt an ordinance. In addition, it would increase workload for the legislative body and the Northwest Indiana Regional Development Authority Board to set the maximum amount of permits issued. These workload increases should be done within current resources.

Explanation of Local Revenues: To the extent that revenue from permit fees increase, the amounts distributed cities and towns would also increase. [See *Explanation of State Revenues.*]

State Agencies Affected: Alcohol Tobacco Commission.

Local Agencies Affected: Cities and towns; Northwest Indiana Regional Development Authority Board.

Information Sources: Legislative Services Agency. *Indiana Handbook of Taxes, Revenues, and Appropriations*, FY 2025.

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