

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 443 – SB 1815

February 18, 2009

SUMMARY OF BILL: Changes the meaning of Tennessee River Resort District (TRRD), for the exclusive purpose of being authorized to sell liquor-by-the-drink, to include clubs, hotels, motels, or restaurants located within a jurisdiction that extends three miles inland from high water mark of the Tennessee River as determined by the Tennessee Valley Authority (TVA), as opposed to the nearest bank of the Tennessee River as required under current law.

ESTIMATED FISCAL IMPACT:

Increase State Revenue - \$10,000

Increase Local Revenue - \$10,000

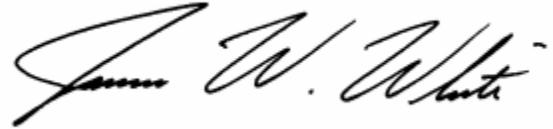
Assumptions:

- According to the Department of Economic and Community Development, this bill will have no impact upon the department.
- Measuring the bank of the Tennessee River from the high water mark as determined by TVA, as opposed to the nearest bank of the Tennessee River as required under current law, is not expected to result in a significant increase to the number of entities that would be eligible to sell liquor-by-the-drink. However, it is reasonable to expect that a few more entities would become eligible as a result of this bill depending on their specific location in relation to the riverbank.
- Based on information provided by DOR, the increase of mixed drink tax revenue is estimated to be \$20,000 per year.
- Pursuant to T.C.A. § 57-4-306, 50 percent of mixed drink tax revenue is apportioned to local governments; 50 percent is apportioned to the state's general fund. Therefore, \$10,000 is expected to be apportioned to local government and \$10,000 is expected to be apportioned to the general fund.

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CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large initial "J" and a distinct "W".

James W. White, Executive Director

/rnc