

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 3248 - SB 3161

February 24, 2010

SUMMARY OF BILL: Decreases from 90 percent to 80 percent, the amount of revenue an art gallery must generate from the sale of artwork to serve wine to patrons at no cost.

ESTIMATED FISCAL IMPACT:

Decrease State Revenue – Not Significant

Assumptions:

- According to the Alcoholic Beverage Commission (ABC), art galleries are not required to pay any fees or taxes on wine, or to obtain a license from ABC. Revenue and expenditures of the ABC will not be affected.
- According to the Department of Revenue, art galleries are the users of wine in these circumstances and are liable for state and local sales tax on the purchase price of the wine. The amount of lost revenue is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in cursive script that reads "James W. White".

James W. White, Executive Director

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