

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1996 – SB 2089

February 22, 2016

SUMMARY OF ORIGINAL BILL: Authorizes the City of Gatlinburg to adopt an ordinance imposing a minimum distance, not to exceed 1,000 feet, between distilleries manufacturing spirits.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact – To the extent one distillery closes and does not reopen in another allowable location as the result of an ordinance adopted by the City of Gatlinburg, there will be a recurring decrease in permit fee to the Alcoholic Beverage Commission estimated to be \$1,000. Any net impact to state and local tax revenue is estimated to be not significant.

SUMMARY OF AMENDMENT (012667): Adds language to the bill exempting any existing licensed distilleries that are in operation prior to the effective date of this legislation.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

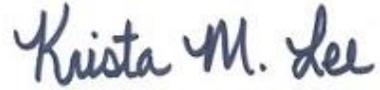
Assumptions for the bill as amended:

- The Department of Revenue and the Alcoholic Beverage Commission (ABC) confirm no impact on the operations of the departments.
- It is assumed that any future distilleries will locate the required distance from existing distilleries, and such distance requirements will not significantly impact the overall number of future distilleries located in Gatlinburg.

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CERTIFICATION:

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

A handwritten signature in black ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

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