

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 605 - SB 640

April 8, 2015

SUMMARY OF BILL: Clarifies that a manufacturer of beer operating as a retailer is allowed to sell beer directly to another retailer only if such retailer is located in the same county. Authorizes a beer manufacturer to operate as a retailer at the manufacturer's location or a site contiguous thereto, and to hold a license as a restaurant, limited service restaurant, or a hotel, in counties with a population in excess of 25,000, rather than 75,000.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Under current law, such authorization is limited to manufacturers in counties with a population in excess of 75,000 and manufacturers in certain premier resort cities.
- The number of beer manufacturers that are located in counties with a population of less than 75,000 that will choose to operate a retail outlet upon enactment of the proposed legislation is unknown. However, any increase in beer sales statewide is estimated to be marginal.
- As a result, any increase in state or local government tax and license fee collections resulting from the proposed extension of such authorization to counties with population in excess of 25,000 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 black ink that reads "Jeffrey L. Spalding".

Jeffrey L. Spalding, Executive Director

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