



HB 682 - SB 1026

February 23, 2021

SUMMARY OF ORIGINAL BILL: Authorizes the Ryman Auditorium in Davidson County to submit a drawing of the premises where alcoholic beverages may be consumed.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (003820): Deletes all language after the enacting clause. Authorizes the Ryman Auditorium in Davidson County to submit a drawing of the premises where alcoholic beverages may be consumed. Clarifies that any restaurant separate from the Ryman Auditorium must pay the appropriate license fee pursuant to Tenn. Code Ann. § 57-4-301(b)(1)(W), when the gross revenue from the previous year derived from food sales is 50 percent or less than the gross revenue from the sale of alcoholic beverages.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

**Increase State Revenue - \$950/FY21-22/ABC Fund
\$650/FY22-23 and Subsequent Years/ABC Fund**

Increase Local Revenue - \$650/FY21-22 and Subsequent Years/Permissive

Assumptions for the bill as amended:

- According to the Alcoholic Beverage Commission, the Ryman Auditorium already has a historic performing arts center license and the restaurant separate from it, Café Lula, is currently covered by the Ryman Auditorium's license. Under the proposed legislation, the same license is authorized to be held by the Ryman Auditorium; therefore, it is estimated that there will be no fiscal impact from the Ryman Auditorium changing their license.
- It is assumed that Café Lula will seek a restaurant license.
- There is an initial application fee of \$300 and a \$650 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$950 (\$300 + \$650) in FY21-22 and an increase in state revenue to ABC of \$650 in FY22-23 and subsequent years.

- An increase in local privilege tax of \$650. Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- Because alcohol is already sold and consumed at the Ryman Auditorium and Café Lula, it is estimated that there will be no significant increase in the sale of alcoholic beverages, and no significant increase in the corresponding liquor-by-the drink and sales tax revenue from the sale of such alcoholic beverages.

CERTIFICATION:

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

A handwritten signature in black ink that reads "Bojan Savic". The signature is written in a cursive, slightly slanted style.

Bojan Savic, Interim Executive Director

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