

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1241 - SB 1405

March 9, 2017

SUMMARY OF BILL: Authorizes restaurants located in Davidson and Shelby Counties to sell, to patrons of the restaurant, mixed alcoholic beverages in sealed packages for off-premises consumption.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- No new licensing will be required; as a result, there will be no impact on licensing revenue to the Alcoholic Beverage Commission.
- Authorizing the sale of sealed packages for off-premises consumption may lead to an increase in state and local sales tax revenue.
- According to the Department of Revenue, these beverages would not be subject to the liquor by the drink (LBD) tax; therefore, if patrons replace on-premises consumption purchases with off-premises consumption purchases there would be a corresponding decrease in LBD tax revenue.
- The overall net impact one state and local tax collections 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 blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

/jaw

HB 1241 - SB 1405