SB 111 - HB 142 FISCAL NOTE



Fiscal Review Committee

Tennessee General Assembly

January 14, 2025

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SUMMARY OF BILL: Authorizes a licensee holding at least 51 percent ownership interest in a winery and a manufacturer (distillery) adjacent to one another and located on the same deeded property to offer product tastings and make retail sales for on or off premises consumption of its wine and alcoholic beverages manufactured on such property. Requires an area be designated on the overlapping premises, other than on the bonded premises of the winery or distillery, for such tastings and retail sales.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 57-3-207(f), a licensed winery may serve wine as tasting samples and may sell wine at retail in sealed containers on any and all real property owned or leased by the winery. Such wine must be manufactured on the premises of the winery.
- Pursuant to Tenn. Code Ann. § 57-3-202(i), a licensed distillery is authorized to serve samples and to sell alcoholic beverages for consumption on the premises of any and all real property owned or leased by the distillery. Such beverages must be manufactured on the premises of the distillery.
- Authorizing a licensee with at least 51 percent ownership interest in an adjacent winery and distillery, located on the same deeded property, to offer product tastings and retail sales for consumption of products manufactured by either the winery or distillery will not significantly impact tax or licensing revenue.
- Any impact on the overall sales of alcohol in Tennessee or operations of the Alcoholic Beverage Commission is estimated to be not significant.

CERTIFICATION:

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

Bojan Savic, Executive Director