TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE

FISCAL MEMORANDUM



HB 439 - SB 359

March 30, 2021

SUMMARY OF ORIGINAL BILL: Authorizes law enforcement officers employed by local governments to obtain an alcohol retail license if the licensed premises is outside of the jurisdiction of the employer of the law enforcement officer.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue - \$1,150/FY21-22/ABC Fund \$850/FY22-23 and Subsequent Years/ABC Fund

SUMMARY OF AMENDMENT (006379): Deletes all language after the enacting clause. Removes the prohibition from a spouse of someone who is ineligible to obtain an alcohol retail license.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions for the bill as amended:

- It is estimated that at least one ineligible person's spouse will seek a retail license.
- There is an initial application fee of \$300 and an \$850 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$1,150 (\$300 + \$850) in FY21-22 and an increase in state revenue to ABC of \$850 in FY22-23 and subsequent years.
- Total sales of alcoholic beverages are not expected to change significantly as a result of this legislation.
- There will be no significant increase in state and local sales and use tax revenue, wine gallonage tax revenue, alcoholic beverage tax revenue, or alcoholic beverage enforcement tax revenue.

CERTIFICATION:

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

Krista Lee Carsner, Executive Director

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