TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 345 - SB 1078

February 14, 2019

SUMMARY OF BILL: Extends the hours during which a manufacturer of alcoholic beverages is authorized to sell its products at retail on its licensed premises on Sundays, from 12:00 p.m. until 7:00 p.m., to 10:00 a.m. until 11:00 p.m. Deletes the July 1, 2019 repeal provision, thereby authorizing a manufacturer to continue having an interest in any establishment with a license authorizing alcohol consumption on premises after the date, if such interest is held in an irrevocable trust by an independent trustee.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 57-3-202(i)(1), a manufacturer of alcoholic beverages is authorized to sell at retail on its premises products that are manufactured on such premises between 8:00 a.m. and 11:00 p.m. on Monday through Saturday and between 12:00 p.m. and 7:00 p.m. on Sunday.
- Such manufacturer is prohibited from selling more than five gallons or one-sixth of a barrel of its products to any one individual per visit to the premises.
- Pursuant to Tenn. Code Ann. § 57-3-406(e), retail stores are authorized to sell alcoholic beverages between 8:00 a.m. and 11:00 p.m. on Monday through Saturday and between 10:00 a.m. and 11:00 p.m. on Sunday.
- While extending the Sunday hours during which a manufacturer is authorized to make
 retail sales of its products could result in some manufacturers extending their hours of
 operation on Sundays, it is estimated that, in light of the quantity limitation regarding
 individual sales and current availability of alcoholic beverage products during those
 hours at retail stores, any net increase in alcoholic beverage sales in Tennessee, and
 subsequently in state and local tax revenue, will be not significant.
- Authorizing manufacturers to continue having an interest in establishments that are licensed to sell alcoholic beverages for on premise consumption will not significantly impact the Alcoholic Beverage Commission or state or local 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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