

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1997 - HB 2247

March 3, 2024

SUMMARY OF BILL: Lowers the age requirement, from 18 to 16 years of age or older, to transport, possess, sell, and dispense alcoholic beverages, wine, and beer in the course of that individual's employment. Lowers the age requirement, from 18 to 16 years of age or older, to receive a permit to be a wholesale representative, wholesale employee, or server.

FISCAL IMPACT:

Increase State Revenue – Exceeds \$3,500/FY24-25 and Subsequent Years/ABC

Assumptions:

- According to the Alcoholic Beverage Commission, there are currently 2,415 active wholesale representative permits, 2,343 active wholesale employee permits, and 153,821 active server permits.
- The application fee is \$20 for a wholesale representative permit and for wholesale employee permits. The application fee is \$35 for a server permit, \$20 paid by the permittee and \$15 paid by the trainer of the required server training course. Each permit is good for five years from the date of issuance.
- Pursuant to Tenn. Code Ann. § 57-3-708 server permits are issued for five years and renewal requires payment of the application fee.
- It is reasonably assumed that at least 100 additional server permits will be issued annually resulting in an increase in state revenue exceeding \$3,500 in FY24-25 and subsequent years.
- There will not be a significant increase in the number of wholesale permits applied for as a result of the proposed legislation.

CERTIFICATION:

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

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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