

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 141 - SB 227**

February 28, 2019

**SUMMARY OF BILL:** Authorizes a county or city beer board, by resolution or ordinance, as applicable, to increase the application fee for a beer permit to an amount not to exceed \$1,000, and further authorizes any such board to increase the annual beer privilege tax to an amount not to exceed \$1,000.

**ESTIMATED FISCAL IMPACT:**

**Increase Local Revenue – Exceeds \$10,000/Permissive**

Assumptions:

- Currently, pursuant to Tenn. Code Ann. § 57-5-104(a), an applicant to a local beer board for the purpose of selling, distributing, manufacturing, or storing beer must pay a \$250 application fee to such respective beer board.
- Currently, pursuant to Tenn. Code Ann. § 57-5-104(b), a privilege tax of \$100 is levied on businesses seeking to sell, distribute, manufacture, or store beer by the respective beer board.
- The number of local beer boards which will elect to increase either or both, the application fee or a beer privilege tax, cannot be reasonably quantified.
- While a precise impact to local governments cannot be determined; the permissive recurring increase in local revenue is estimated to exceed \$10,000 statewide.

**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

/jdb