

governments. While the amount of this additional tax revenue is indeterminable, **it is expected to range from minimal to moderate** and will depend largely on how the local community supports the hotels, restaurants, and microbreweries as viable economic stimuli. The Kentucky Distillers Association states that in situations where the distillery is allowed to sell product at their gift shop and market the product as being available, the area sees an uptick in restaurant and lodging business resulting in increased tax revenue.

For counties or cities that currently have a regulatory license fee or plan on instituting one, they would see an increase in those fee revenues. The amount of an increase cannot be determined because we don't know if these are new sales or sales that are replacing sales made elsewhere.

Part III: Differences to Local Government Mandate Statement from Prior Versions

Part II refers to the bill as introduced.

Data Source(s): LRC Staf, Department of Alcoholic Beverage Controll, Kentucky Distiller's Association

Preparer: Wendell F. Butler **Reviewer:** KHC **Date:** 1/15/21