



Liquor-by-the-Drink Tax Notice

Notice #15-15

June 2015

Liquor-by-the-Drink Price Schedule

New LBD Price Schedule Available

Everyone licensed to sell alcoholic beverages for consumption on the premises must file a liquor-by-the-drink (LBD) price schedule of the alcoholic beverages that they offer for sale. The Department of Revenue has worked with industry taxpayers to simplify and modernize the price schedule, which is available on the Department's website. Taxpayers must file the new price schedule before entering business and at least annually thereafter. Taxpayers may file the price schedule more frequently if they need to report significant changes occurring during the year.

The New Price Schedule Is Simplified

In the past, the price schedule required a list of every individual drink the taxpayer sold as well as detailed information about each drink. The taxpayer was also required to file an amended price schedule with the Department each time there was any change in drink prices.

The new report requests basic required information from the taxpayer, including the pour and selling price information. The pour and selling price information is no longer required to be submitted on a per drink basis, with detail about each drink. Instead, taxpayers may group different drinks with the same selling price and pour size together.

In Addition to Submitting the Price Schedule Report, Taxpayers May Submit either Their Own Records or Use the New Standard Price Schedule Form

All taxpayers must submit a Price Schedule Report. Taxpayers also must submit pour and selling price information in one of two ways.

The taxpayer may provide the information from its own records and point-of-sale system, such as a product mix report.

Or, if the taxpayer cannot generate the required information from its system, then the Department has a Standard Price Schedule Form that the taxpayer can complete and submit.

How to Submit the New Price Schedule

Taxpayers may either fax the Price Schedule Report, along with the required additional information or the Standard Price Schedule Form, to 615-741-1797. They may also mail it to:

Attn: Price Schedule Coordinator
Tennessee Department of Revenue
P.O. Box 190644
Nashville, TN 37219

If a taxpayer has a large amount of data and would like to submit the data electronically, it should contact the Department at 615-741-8499 for instructions.

Disclaimer: The information provided here is current as of the date of publication but may change as a result of new statutes, regulations, or court decisions. While this notice is intended to be comprehensive, events and situations unanticipated by this notice may occur. In such cases you should contact the department of your tax professional for further guidance.

More Desk Audits Will Be Conducted, Requiring Less Work from Taxpayers

The Department will use the information provided by the taxpayer to calculate average pour sizes and prices. These averages may be used to conduct desk audits, which are less time consuming for the auditor and frequently eliminate any need to contact the taxpayer for any additional information.

For More Information

Visit www.tn.gov/revenue. Click on Revenue Help to search for answers or to submit an information request to one of our agents.

References

TENN. COMP. R. & REGS. 1320-4-2-.05(1); TENN. COMP. R. & REGS. 1320-4-2-.06