

# FISCAL NOTE

## HB 662 - SB 1119

March 29, 1999

**SUMMARY OF BILL:** Changes from May 1, 1998 to December 31, 1998, the date upon which an aircraft must be owned in order to avoid payment of sales and use tax on such aircraft. Under existing law, an aircraft owned on or before May 1, 1998, is exempt from sales tax if such aircraft is imported into Tennessee between June 30, 1998 and December 31, 1998.

### ESTIMATED FISCAL IMPACT:

**Decrease State Revenues - Exceeds \$1,000,000 One-Time**

**Decrease Local Govt. Revenues - Less Than \$100,000**

Estimate assumes the following:

- Based on information provided by the Department of Revenue, sales tax collections from aircraft owned between July 1, 1998 and December 31, 1998 totaled approximately \$1,000,000.
- There are approximately \$750,000 in additional outstanding tax assessments pending.

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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