

**Amendment No. 2 to HB3787**

**Turner M  
Signature of Sponsor**

**AMEND Senate Bill No. 3901\***

**House Bill No. 3787**

by adding the following new section immediately preceding the last section and by renumbering the subsequent section accordingly:

SECTION \_\_\_\_ Tennessee Code Annotated, Section 67-6-103, is amended by adding the following as a new, appropriately designated subsection:

( ) If a municipality having a population of not less than four thousand one hundred sixty (4160) nor more than four thousand one hundred seventy (4170) according to the 2000 federal census or any subsequent federal census and that is the county seat of a county having a population of not more than one hundred seven thousand one hundred (107,100) nor more than one hundred seven thousand two hundred (107,200) according to the 2000 federal census or any subsequent federal census establishes a courthouse square revitalization and tourism development zone, then the amount by which the incremental state sales tax derived from sales in the courthouse square revitalization and tourism development zone exceeds the incremental state sales tax derived from sales in the entire county in which the zone is located during the base tax year shall be apportioned and distributed to the municipality in an amount not to exceed five hundred thousand dollars (\$500,000) annually and shall be used by the municipality exclusively for maintaining and improving the viability of the courthouse square and tourism development zone through means deemed appropriate by the governing body of the municipality including, but not limited to, making loans or grants to any public or private person, entity, or association for the use of infrastructure, marketing, economic development and other purposes related to revitalization and tourism development. The courthouse square

revitalization and tourism development zone authorized by this subsection shall be established and approved in the same manner as a courthouse square revitalization zone described in title 6, chapter 59. For this subsection, "base tax year" means the year prior to 2010 or the year prior to establishment of the courthouse square revitalization and tourism development zone, whichever is later, adjusted annually after the first year by a percentage equal to the percentage change in the collection of state sales tax derived from sales for the entire county in which the zone is located. Any distribution to a municipality as provided for by this subsection shall be limited to a period of twenty (20) years.