

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 2118 – HB 2019

March 19, 2014

SUMMARY OF ORIGINAL BILL: Establishes that, for the purpose of waiving a civil penalty when a shipper fails, due to an error other than negligence, to notify the Commissioner of Revenue prior to diverting fuel, the shipper must satisfactorily demonstrate that the failure to provide notice was due to a non-negligent error.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (014723): Deletes all language after the enacting clause. Exempts from state and local sales tax machinery utilized in the design and manufacture of firearms equipped with integral devices which permit a user to program the firearm to operate only for specified persons designated by the user through computerized locking devices or other means integral to and permanently part of the firearm.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Decrease State Revenue – Net Impact – Exceeds \$10,000

Decrease Local Revenue – Exceeds \$3,500

Assumptions for the bill as amended:

- The exact fiscal impact of this bill as amended is unknown as the specific information on the state and local sales taxes that are currently collected and that would be collected in the future under current law on machinery utilized in the design and manufacture of firearms equipped with integral devices which permit a user to program the firearm to operate only for specified persons designated by the user through computerized locking devices or other means integral to and permanently part of the firearm is not available.
- However, it is reasonably estimated that the state and local sales tax exemption on such machinery would result in a net recurring decrease in state revenue exceeding \$10,000 and a recurring decrease in local revenue exceeding \$3,500.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.



Lucian D. Geise, Executive Director

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