

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 512 - SB 484

March 8, 2017

SUMMARY OF BILL: Adds prevention initiatives, efforts to improve the build environment, and strategies to improve the health of the population to the list of programs for which Health Access Incentive Account funding may be used by the Commissioner of the Department of Health.

Requires all sales tax revenue remitted by out-of-state dealers acting in compliance with any rule filed with the Secretary of State on or after October 1, 2016, and effective on or before January 1, 2017, to be reported monthly by the Commissioner of the Department of Revenue (DOR) and apportioned into special reserve accounts in the various funds that share in the proceeds of sales tax collections.

Requires such funds to remain in the reserve accounts until the Attorney General certifies that one of the following has taken place: the final resolution of any contested case or suit challenging the abovementioned rule; a federal law regulating states' ability to require out-of-state dealers to collect sales taxes has been enacted; or no party has brought a contested case or suit challenging the abovementioned rule by June 30, 2018.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- No additional funds shall be expended from the Health Access Incentive Account as a result of the proposed expansion of the list of programs designed to enhance health access for which such funding may be used.
- The DOR will create the required special reserve accounts and deposit the sales tax revenue remitted by out-of-state dealers acting in compliance with Rule 1320-05-01-.129 utilizing existing resources without a significant increase in state expenditures. The amount of sales tax revenue received by such dealers will not be impacted.

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CERTIFICATION:

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

Handwritten signature of Krista M. Lee in cursive.

Krista M. Lee, Executive Director

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