

HOUSE BILL 584

By White M

AN ACT to amend Tennessee Code Annotated, Section 7-88-106, relative to tourism development zones.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 7-88-106(a)(2), is amended by deleting the subdivision in its entirety and substituting instead the following language:

(2)

(A) After the apportionment and distribution of state sales and use taxes pursuant to subdivision (a)(1) have ceased with respect to one (1) qualified public use facility that consists of a hotel with at least five hundred (500) rooms and related retail, parking, and commercial uses, that was approved by the state building commission, on recommendation of the comptroller, prior to December 31, 2018, and placed in service no later than June 30, 2024, the apportionment and distribution of the incremental increase in the local sales and use tax revenue with respect to such qualified public use facility shall continue until the earlier of:

(i) Thirty (30) years from the date it is reasonably anticipated that the facility will commence operations as a public use facility; or

(ii) The date the cumulative amount apportioned and distributed to the municipality under this subdivision (a)(2) with respect to such facility equals the indebtedness of the municipality or public authority, plus interest thereon, related to the cost of the public use facility payable from such amount.

(B) This subdivision (a)(2) does not affect the state and local sales tax apportionment and distribution under subdivision (a)(1).

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.