TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE

FISCAL MEMORANDUM

HB 12 - SB 433

March 6, 2019

SUMMARY OF ORIGINAL BILL: Prohibits local governments from requiring a license, permit, or imposing regulations for certain businesses and from charging any fee for certain home-based businesses.

FISCAL IMPACT OF ORIGINAL BILL:

Decrease Local Revenue -- Exceeds $429,500

IMPACT TO COMMERCE OF ORIGINAL BILL:

Decrease Local Revenue -- Exceeds $429,500

SUMMARY OF AMENDMENT (005111): Deletes and rewrites all language after the enacting clause such that the substantive change limits the prohibition on requiring a license, permit, or imposing regulations, solely to businesses operated by persons under the age of 18, located on private property, and generating less than $3,000 in gross receipts in a calendar year.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- Pursuant to Tenn. Code Ann. § 67-4-723(b)(2), businesses making less than $3,000 in annual sales are not required to obtain a business license or a minimal activity license.
- Prohibiting a local government from imposing further regulation on this specific type of business will not result in any significant fiscal impact to local government.

IMPACT TO COMMERCE WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- Pursuant to Tenn. Code Ann. § 67-4-723(b)(2), businesses making less than $3,000 in annual sales are not required to obtain a business license or a minimal activity license.
- The proposed legislation will not result in any significant impact to jobs or commerce in Tennessee.

CERTIFICATION:

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

Krista Lee Carsner

Krista Lee Carsner, Executive Director

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