

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 1516 - HB 1510

April 23, 2019

SUMMARY OF ORIGINAL BILL: Allows grant payments for the Grant Assistance Program for Nursing Home Care to be made to the individual either monthly or quarterly.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENTS (006500, 008701): Amendment 006500 deletes all language after the enacting clause. Requires the 43 percent of the remaining proceeds of the local privilege tax for making sales by engaging in any vocation, occupation, business or business activity, after the distributions pursuant to Tenn. Code Ann. § 67-4-724(b)(1) and (2), to be allocated to the General Fund instead of a specifically earmarked fund held by the state to be used for purposes of the municipality that levied the tax. Requires any allocation or distribution of amounts from the General Fund for local purposes to be deemed first derived from the proceeds directed into the General Fund under this subdivision (b)(3).

Amendment 008701 adds language to Amendment 006500 that authorizes, notwithstanding Tenn. Code Ann. § 13-14-111, appropriations to the Department of Economic and Community Development (ECD) for economic development district grants to be reduced by \$174,000 each year for the transfer of such amount to the Tennessee Commission on Children and Youth (TCCY) for the sole purpose of making a grant in such amount to the Tennessee Court Appointed Special Advocate (CASA) Association.

This act shall take effect upon becoming a law; however, local privilege tax provisions shall apply to tax years beginning on or after July 1, 2014.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Increase State Revenue - \$174,000/

Tennessee Commission on Children and Youth

Decrease State Revenue - \$174,000/

Department of Economic and Community Development

Increase State Expenditures - \$174,000/

Tennessee Commission on Children and Youth

Decrease State Expenditures - \$174,000/

Department of Economic and Community Development

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Assumptions for the bill as amended:

- The TCCY will experience a recurring increase in state revenue of \$174,000 and a recurring increase in state expenditures of \$174,000 for grants expended to the CASA Association.
- The Department of ECD will experience a recurring decrease in state revenue of \$174,000 and a recurring decrease in state expenditures of \$174,000 for economic development district grants.
- The proposed legislation will not change the amount of funds state or local governments receive for the local privilege tax; therefore, any fiscal impact associated with such allocation and distribution of such tax is estimated to be not significant.

CERTIFICATION:

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



Krista Lee Carsner, Executive Director

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