

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 22, 1996

SUBJECT: **SB 2776 - HB 2616**

This bill, if enacted, will broaden the definition of farm equipment and machinery for exemption from the sales tax to include trailers used to transport livestock as defined in TCA 44-18-101. Current law exempts trailers used for transporting livestock related to farming activities only.

The fiscal impact from enactment of this bill is estimated to be a decrease in state and local government sales tax revenues. Such decrease cannot be determined but is estimated to be not significant.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director