



SB 424 - HB 811

April 8, 2021

SUMMARY OF ORIGINAL BILL: Decreases, from 90 to 60 days after the end of the fiscal year, the time in which the Department of Revenue (DOR) must adjust the base tax revenues of the Tourism Development Zone.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENTS (006637, 006857): Amendment 006637 deletes all language after the enacting clause. Increases, from 0.25 percent to 0.50 percent, the fee authorized to be charged by metropolitan governments on services and goods sold within central business improvement districts within tourism development zones. Sets requirements for how these funds are to be allocated within the municipality levying such fee.

Amendment 006857 changes the effective date from being effective upon becoming law to July 1, 2021.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:

Increase Local Revenue - \$2,124,600/FY21-22 and Subsequent Years/Davidson County

Assumptions for the bill as amended:

- Currently, Davidson County is the only metropolitan government imposing the fee. The fee imposed is at the maximum authorized rate of 0.25 percent. In FY19-20, total collections from this fee were \$2,124,570.
- The first \$50,000 of the fee collected is deposited into the state General Fund; the remainder of the fee is deposited into the Event and Marketing Fund of Davidson County.
- Davidson County will adopt the proposed maximum fee of 0.50 upon passage of this legislation. The first year impacted will be FY21-22.
- Doubling the current fee will result in a recurring permissive increase in local revenue to Davidson County in the amount of \$2,124,570.

CERTIFICATION:

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

Handwritten signature of Krista Lee Carsner in black ink.

Krista Lee Carsner, Executive Director

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