

HOUSE BILL 2692

By Baum

AN ACT to amend Tennessee Code Annotated, Title 9,
Chapter 4, Part 52, relative to state finances.

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

SECTION 1. Tennessee Code Annotated, Section 9-4-5201(a), is amended by deleting the following language:

The estimated rate of growth of the state's economy shall be based upon the projected change in Tennessee personal income.

and substituting instead the language:

The estimated rate of growth of the state's economy shall be based upon the changes in Tennessee personal income over the five (5) years immediately preceding the ensuing year averaged with the projected change in Tennessee personal income for the ensuing year.

SECTION 2. Tennessee Code Annotated, Section 9-4-5203(a), is amended by deleting the subsection and substituting instead the following:

The budget document presented by the governor to the general assembly shall include a statement showing or projecting Tennessee personal income as provided in § 9-4-5201, for the ensuing fiscal year, for the calendar year in progress, for the fiscal year in progress, for the previous five (5) completed calendar years, and for calendar year 1977.

SECTION 3. Tennessee Code Annotated, Section 9-4-5203(c)(2), is amended by adding the following as a new, appropriately designated subdivision:

Funds allocated for capital projects in the general appropriations act shall not be included as appropriations from state tax revenues except for an amount equal to one-

twentieth (1/20) of the total amount allocated for capital projects or a pro rata amount equivalent to a single year on a twenty-year bond for the total amount allocated for capital projects, whichever is greater;

SECTION 4. This act shall take effect July 1, 2020, the public welfare requiring it.