

SENATE BILL 121

By Kelsey

AN ACT to amend Tennessee Code Annotated, Title 4; Title 5; Title 6; Title 7; Title 13; Title 49; Title 67; Title 68 and Chapter 1101 of the Public Acts of 1998, relative to growth policy.

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

SECTION 1. Tennessee Code Annotated, Section 6-51-122, is amended by adding the following language as a new subsection:

(c)

(1) If a municipality extended its corporate limits by means of annexation by ordinance between April 15, 2013, and May 15, 2015, or if an annexation by ordinance became operative or effective during that time, then the state shall reduce the state-shared revenue that would otherwise be distributed to the municipality in an amount equal to the increase in property tax revenue that the municipality receives from the territory annexed by ordinance.

(2) This subsection (c) shall not apply to any annexation permitted pursuant to subdivision (a)(1)(B) or (a)(2)(B), or § 6-58-118.

SECTION 2. This act shall take effect May 15, 2015, the public welfare requiring it.