

SENATE BILL 1739

By Kelsey

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 6, relative to the allocation of revenue
raised from the sales and use tax.

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

SECTION 1. Tennessee Code Annotated, Section 67-6-103(a)(3), is amended by
adding the following as a new subdivision:

(G)

(i) In addition to the allocation provided in subdivision (a)(3)(A), a municipality that has an OPEB trust that is fifty-five percent (55%) or more funded, as determined by the municipality's actuary, shall receive an amount equal to twenty-five hundredths percent (0.25%) of the tax actually collected and remitted by dealers within the boundaries of such municipality. Any distribution made pursuant to this subdivision (a)(3)(G) shall be earmarked for and allocated to the OPEB trust of the municipality and paid from the general fund from funds that would otherwise be allocated to the general fund under subdivision (a)(1).

(ii) As used in this subdivision (a)(3)(G), "OPEB trust" means a trust established pursuant to title 8, chapter 50, part 12.

SECTION 2. This act shall take effect July 1, 2018, the public welfare requiring it.