

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 2106

January 31, 2020

SUMMARY OF BILL: Exempts accounting and legal service sales from the fee authorized pursuant to Tenn. Code Ann. § 7-88-117 assessed by Davidson County within the Central Business Improvement District.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 7-88-117(a)(1), Davidson County is authorized to charge a fee on the sales price of services sold within the Central Business Improvement District; however, professional services sales are exempt from such fee.
- The proposed legislation would clarify that accounting and legal service sales are included in the exemption provided to professional service sales.
- While Tenn. Code Ann. § 7-88-117 does not define professional services, accountants and licensed attorneys are assessed a Professional Privilege Tax pursuant to Tenn. Code Ann. § 67-4-1702(a)(3) and (a)(5); therefore, such services are assumed to be included within the scope of professional services under Tenn. Code Ann. § 7-88-117.
- Any fiscal impact to local government is estimated to be not significant.

CERTIFICATION:

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

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

/jrh