

HOUSE BILL 1650

By Griffey

AN ACT to amend Tennessee Code Annotated, Title 9, Chapter 3, Part 4; Title 9, Chapter 4; Title 67, Chapter 6, Part 1; Title 67, Chapter 3, Part 2 and Title 67, Chapter 3, Part 9, relative to taxes.

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

SECTION 1. Tennessee Code Annotated, Section 67-3-201(a), is amended by deleting the following language:

The rate of the tax imposed by this section shall be:

- (1) On or after July 1, 2017, through June 30, 2018, twenty-four cents (24¢) per gallon;
- (2) On or after July 1, 2018, through June 30, 2019, twenty-five cents (25¢) per gallon; and
- (3) On or after July 1, 2019, twenty-six cents (26¢) per gallon.

and substituting instead the following:

The rate of tax imposed by this section is twenty cents (20¢) per gallon.

SECTION 2. Tennessee Code Annotated, Section 67-3-202(a), is amended by deleting the following language:

The rate of the tax imposed by this section shall be:

- (1) On or after July 1, 2017, through June 30, 2018, twenty-one cents (21¢) per gallon;
- (2) On or after July 1, 2018, through June 30, 2019, twenty-four cents (24¢) per gallon; and
- (3) On or after July 1, 2019, twenty-seven cents (27¢) per gallon.

and substituting instead the following:

The rate of tax imposed by this section is seventeen cents (17¢) per gallon.

SECTION 3. Tennessee Code Annotated, Section 67-6-103(a)(1), is amended by deleting the language "Twenty-nine and one hundred forty-one ten-thousandths percent (29.0141%)" and substituting instead the language "Twenty-six and one hundred forty-one ten-thousandths percent (26.0141%)".

SECTION 4. Tennessee Code Annotated, Section 67-6-103(a), is amended by adding the following as a new subdivision:

(6)

(A) Two percent (2%) of such moneys are earmarked and allocated specifically and exclusively to the highway fund.

(B) Sixty-seven one-hundredths percent (0.67%) of such moneys are earmarked and allocated to the various counties of the state on the basis set forth in § 54-4-103; provided, that such moneys must be used for road purposes.

(C) Thirty-three one-hundredths percent (0.33%) of such moneys are earmarked and allocated to the various municipalities, as defined by § 54-4-201, on the basis set forth in § 54-4-203; provided, that such moneys must be used for road purposes.

SECTION 5. Tennessee Code Annotated, Section 67-3-901, is amended by deleting subdivision (k)(7) and subsections (l) and (m) in their entirety.

SECTION 6. Tennessee Code Annotated, Section 67-3-901(g), is amended by deleting the language "and all tax revenues resulting from the gasoline tax increase imposed by chapter 181 of the Public Acts of 2017".

SECTION 7. Tennessee Code Annotated, Section 67-3-905(e), is amended by deleting the subsection in its entirety.

SECTION 8. Tennessee Code Annotated, Section 67-3-912(a), is amended by adding the language "all revenues allocated to the highway fund pursuant to § 67-6-103(a)(6)(A) and" immediately prior to the language "all revenues derived from".

SECTION 9. This act takes effect July 1, 2022, the public welfare requiring it.