University of Tennessee, Knoxville
Trace: Tennessee Research and Creative Exchange

MTAS Publications: Hot Topics | Municipal Technical Advisory Service (MTAS)

6-10-2012

State-Shared Taxes and Appropriations

Brad Harris
Municipal Technical Advisory Service, Brad.Harris@tennessee.edu

Follow this and additional works at: http://trace.tennessee.edu/utk_mtastop

Part of the Public Administration Commons

The MTAS publications provided on this website are archival documents intended for informational purposes only and should not be considered as authoritative. The content contained in these publications may be outdated, and the laws referenced therein may have changed or may not be applicable to your city or circumstances.
For current information, please visit the MTAS website at: mtas.tennessee.edu.

Recommended Citation
Harris, Brad, "State-Shared Taxes and Appropriations" (2012). *MTAS Publications: Hot Topics.*
http://trace.tennessee.edu/utk_mtastop/95

This Bulletin is brought to you for free and open access by the Municipal Technical Advisory Service (MTAS) at Trace: Tennessee Research and Creative Exchange. It has been accepted for inclusion in MTAS Publications: Hot Topics by an authorized administrator of Trace: Tennessee Research and Creative Exchange. For more information, please contact trace@utk.edu.

THE UNIVERSITY of TENNESSEE
MUNICIPAL TECHNICAL ADVISORY SERVICE
...in cooperation with the Tennessee Municipal League

#219
HOT topic

June 10, 2012

STATE-SHARED TAXES AND APPROPRIATIONS

Brad Harris, Finance and Accounting Consultant

Last year, the U.S. Census Bureau released decennial population figures for the United States, state and local governments. The Tennessee Department of Revenue will use these population figures, which are adjusted annually, to determine the distribution of state-shared taxes beginning July 1, 2012. According to U.S. Census Bureau figures, Tennessee's population for municipalities grew at a rate of about 10 percent from 2000 to 2010. The critical factor for cities in relation to distribution of state-shared tax revenues will be the change from the certified population at June 30, 2011, to the certified population at June 30, 2012.

The Department of Economic and Community Development (ECD) certifies these figures to the Department of Revenue in June of each year for use in the subsequent year's per capita distribution of certain state-shared revenues. At the time of this publication, the population figures have not been certified by ECD. Additionally, certain individual city population counts have been estimated due to variances in determining municipal boundaries in those cities located within a metropolitan form of government. The affected cities include Nashville, Lynchburg and Hartsville. Therefore, caution should be used in interpreting the following financial analysis.

The chart below gives a breakdown of what cities may expect to receive during FY 2013. For those cities that are in the process of adopting a budget or have already approved one, financial personnel should review this information to determine if adjustments to the budget document are necessary. Again, these are estimates based on available census information. Per capita amounts will change slightly based on population figures certified by ECD in June 2012.

General Fund	**Per Capita Amount**
State Sales Tax	$67.91
State Beer Tax	.50
Special Petroleum Products Tax (City Streets and Transportation Revenue)	2.05
Gross Receipts Tax (TVA in lieu of taxes)	10.25
Total General Fund Revenue	**$80.71**
State Street Aid Funds	
Gasoline and Motor Fuel Taxes	$25.54
Total Per Capita (General and State Street Aid Funds)	**$106.25**

MTAS will revise this data as appropriate when final census figures are determined. Estimates of other situs-based taxes will be provided at a later date.

THE UNIVERSITY of TENNESSEE

MUNICIPAL TECHNICAL ADVISORY SERVICE

June 10, 2012

STATE-SHARED TAXES AND APPROPRIATIONS

MUNICIPAL TECHNICAL ADVISORY SERVICE

Knoxville (Headquarters) . . . (865) 974-0411
Jackson . . . . . (731) 423-3710
Johnson City . . . . . (423) 854-9882
Martin . . . . . (731) 881-7055
Nashville . . . . . (615) 532-6827

The Municipal Technical Advisory Service (MTAS) is a statewide agency of the University of Tennessee Institute for Public Service. MTAS operates in cooperation with the Tennessee Municipal League to provide technical assistance services to officials of Tennessee's incorporated municipalities. Assistance is offered in areas such as accounting, administration, finance, public works, ordinance codification, and water and wastewater management.

MTAS *Hot Topics* are information briefs that provide a timely review of current issues of interest to Tennessee municipal officials. *Hot Topics* are free to Tennessee local, state, and federal government officials and are available to others for $2 each. Photocopying of this publication in small quantities for educational purposes is encouraged. For permission to copy and distribute large quantities, please contact the MTAS Knoxville office at (865) 974-0411.

www.mtas.tennessee.edu

The University of Tennessee is an EEO/AA/Title VI/Title IX/Section 504/ADA/ADEA institution.

MTAS4406 • E14-1050-000-055-12