Hot Topics for Tennessee cities and towns

May 13, 1998 #36

1998-99 State Revenue Estimates

By Jim Leuty and Dick Phebus
MTAS Finance Consultants

State-Shared Taxes And Appropriations

The Tennessee General Assembly adopted the state budget for fiscal year 1998-99. Based on the results of its action, cities can expect to receive the following revenues:

General Fund	**Per Capita Amount**
State Sales Tax	$59.42
State Beer Tax	.51
Special Petroleum Products Tax (gasoline inspection fee)	2.45
Gross Receipts (TVA in-lieu taxes)	5.88
Total General Revenue Per Capita	$68.26
State Street Aid Funds	**Per Capita Amount**
Gasoline & Motor Fuel Taxes	$27.34
Total Per Capita (General & State Street Aid Funds)	**$95.60**

Also, there is:

- the income tax (statewide projected increase of 3.5 percent, but individual city amounts will fluctuate).
- the corporate excise tax (statewide revenues should be about the same as the 1997-98 fiscal year, but individual city amounts will fluctuate).
- the mixed drink tax (statewide projected increase of 2.2 percent).
- the public safety salary supplements. The state will provide salary supplements not to exceed $600 for police officers and $450 for fire personnel. These supplements are not automatic; public safety personnel must meet certain requirements to qualify for these payments.

Municipal Technical Advisory Service
Conference Center Building
Suite 120
Knoxville, TN 37996-0423

The Municipal Technical Advisory Service (MTAS) is a statewide agency of The University of Tennessee's Institute for Public Service. MTAS operates in cooperation with the Tennessee Municipal League in providing technical assistance services to officials of Tennessee's incorporated municipalities. Assistance is offered in areas such as accounting, administration, finance, public works, communications, ordinance codification, 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 (423) 974-0411.

Printed on Recycled Paper.