6-5-1997

Hot Topic: 1997-98 State Revenue Estimates

Ken Joines  
*Municipal Technical Advisory Service*

Jim Leuty  
*Municipal Technical Advisory Service*

Follow this and additional works at: https://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 The content contained in these publications may be outdated, and the laws referenced therein may have changed or may not be applicable to your city or circumstances.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**

https://trace.tennessee.edu/utk_mtastop/206

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.
1997-98 State Revenue Estimates

By Ken Joines and Jim Leuty
MTAS Finance Consultants

State-Shared Taxes And Appropriations

The Tennessee General Assembly adopted the state budget for fiscal year 1997-98 in late May. Based on the results of its action, cities can expect to receive the following revenues:

<table>
<thead>
<tr>
<th>General Fund</th>
<th>Per Capita Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>State Sales Tax</td>
<td>$56.96</td>
</tr>
<tr>
<td>State Beer Tax</td>
<td>.49</td>
</tr>
<tr>
<td>Special Petroleum Products Tax (gasoline inspection fee)</td>
<td>2.46</td>
</tr>
<tr>
<td>Gross Receipts (TVA in-lieu taxes)</td>
<td>5.84</td>
</tr>
<tr>
<td><strong>Total General Revenue Per Capita</strong></td>
<td><strong>$65.75</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>State Street Aid Funds</th>
<th>Per Capita Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gasoline &amp; Motor Fuel Taxes</td>
<td>$27.39</td>
</tr>
<tr>
<td><strong>Total Per Capita (General &amp; State Street Aid Funds)</strong></td>
<td><strong>$93.14</strong></td>
</tr>
</tbody>
</table>

Also, there is:
- the income tax (statewide projected increase of 2.96 percent, but individual city amounts will fluctuate).
- the corporate excise tax (statewide revenues should be about the same as the 1996-97 fiscal year, but individual city amounts will fluctuate).
- the mixed drink tax (statewide projected increase of 1.9 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.
MTAS Mission Statement

The Municipal Technical Advisory Service (MTAS) was created in 1949 by the state legislature to enhance the quality of government in Tennessee municipalities. An agency of the University of Tennessee's Institute for Public Service, MTAS works in cooperation with the Tennessee Municipal League and affiliated organizations to assist municipal officials.

By sharing information, responding to client requests, and anticipating the ever-changing municipal government environment, MTAS promotes better local government and helps cities develop and sustain effective management and leadership.

MTAS offers assistance in areas such as accounting and finance, administration and personnel, fire, public works, law, ordinance codification, communications, and wastewater management. MTAS houses a comprehensive library and publishes numerous documents annually.

MTAS Hot Topics are information briefs that provide a timely review of current issues of interest to Tennessee 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.