



State of Tennessee

PUBLIC CHAPTER NO. 451

HOUSE BILL NO. 1265

By Representatives Holt, Littleton, Daniel, Timothy Hill, Eldridge, Keisling, Hicks, Faison, Williams, Cepicky, Hardaway, Cameron Sexton, Dunn, Smith, Helton, Sherrell

Substituted for: Senate Bill No. 513

By Senator Roberts

AN ACT to amend Tennessee Code Annotated, Title 4 and Title 67, relative to economic development incentives.

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

SECTION 1. Tennessee Code Annotated, Section 4-3-731, is amended by adding the following as a new subsection:

(d) Notwithstanding any law to the contrary, the department shall execute a separate agreement in conjunction with any capital grant contract awarded pursuant to chapter 15 of this title, for economic development purposes. The separate agreement must reserve the right of the department to recover the amount of grants, funds, or other incentives disbursed by the department of finance and administration pursuant to the grant contract, in whole or in part, if the person or entity benefitting from the grants, funds, or other incentives fails to fulfill the commitments made by the person or entity to the department of economic and community development.


SECTION 2. Tennessee Code Annotated, Section 67-4-2109, is amended by deleting subdivisions (b)(3)(B), (b)(3)(I), and (g)(9)(i).

SECTION 3. Tennessee Code Annotated, Section 67-6-224, is amended by deleting subsection (e).

SECTION 4. This act shall take effect July 1, 2019, the public welfare requiring it. Section 1 shall apply to applicable capital grant contracts for economic development purposes executed on or after that date, the public welfare requiring it. Sections 2 and 3 shall apply to tax years beginning on or after January 1, 2019, the public welfare requiring it.

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PASSED: April 30, 2019



GLEN CASADA, SPEAKER
HOUSE OF REPRESENTATIVES



RANDY MCNALLY
SPEAKER OF THE SENATE

APPROVED this 22nd day of May 2019



BILL LEE, GOVERNOR