

FISCAL NOTE

SB 1981 - HB 1626

March 30, 2005

SUMMARY OF BILL: Directs additional percentage points to be given to Tennessee bidders not to exceed 5% of the total points that are awarded bidders in Requests for Proposals for state purchasing and state contracts.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures -	\$1,500,000
Increase State Revenues -	Not Significant

Assumptions:

- Estimated that the State of Tennessee approves \$3 billion to \$6 billion contractual arrangements for goods and services.
- Possible increase in cost resulting from granting preference to Tennessee bidders whose price for goods and services could be higher.
- Increased revenues may be generated additional taxes paid by impacted bidders.
- There are possible constitutional violations as well as violations of trade agreements such as the General Agreement on Tariffs and Trade (GATT) and World Trade Organization that the State of Tennessee is a signatory party.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director