TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE

FISCAL MEMORANDUM

SB 2785 – HB 3252

May 7, 2010

SUMMARY OF AMENDMENT (018255): Deletes the language of the original bill. Grants special consideration for at least 10 percent service related disabled veteran owned business located in Tennessee, similar to consideration given to women-owned business, in the awarding and procuring of state contracts. "Tennessee Service-Disabled Veteran owned business" means a business that is at least 51 percent controlled or owned by one or more service-disabled veterans or at least 51 percent of the stock of which is owned or controlled by one or more service-disabled veterans.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - $1,000/One-Time
$54,900/Recurring

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures – Not Significant

Assumptions applied to amendment:

- According to the Department of General Services, the Governor's Office of Diversity Business Enterprise (GO-DBE) would be required to certify eligible businesses that apply, identify procurement opportunities, track, and report all purchases and awards made to such businesses.
- Limiting eligibility to those businesses located in Tennessee that are at least 10 percent service-related disabled veteran-owned businesses is estimated to reduce the number of potential clients of GO-DBE to approximately 190-260.

- Any cost to GO-DBE can be accommodated within existing resources without an increased appropriation or reduced reversion.

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

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