

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**CORRECTED  
FISCAL NOTE**

**HB 3351 - SB 3549**

March 31, 2010

**SUMMARY OF BILL:** Requires the Fiscal Review Committee to include monetary estimates for the three years immediately following the effective date of the bill on fiscal notes. Requires any agency subject to performance based budgeting to include the financial impact of any rules or regulations promulgated during the current fiscal year. Requires departments to include estimations in their budget documents for the current and next fiscal year of the total increase in government obligation due to a legislative or regulatory action. Prohibits agencies from adopting rules that would increase or create fees in any year that the general appropriations for that agency have decreased from the previous year.

**ESTIMATED FISCAL IMPACT:**

On February 11, 2010, we issued a fiscal note indicating a *not significant increase in state expenditures*. Based on further review of the information provided by the Department of Finance and Administration, the fiscal impact of the bill is as follows:

**(CORRECTED)**

**Increase State Expenditures – \$1,700/One-Time  
\$88,500/Recurring**

Assumptions:

- Any cost to provide a financial impact statement on rules or regulations can be accommodated within existing resources without an increased appropriation or reduced reversion.
- According to the Department of Finance and Administration (F&A), one additional staff position will be necessary to collect, analyze, publish, and monitor the financial and programmatic data submitted for inclusion in the budget document. This new position will result in a one-time increase in state expenditures of \$1,700 (computer and supplies), and a recurring increase in state expenditures of \$88,500 which includes salary (\$64,500), benefits (\$21,900), travel (\$500), and communication and supplies (\$1,600).

**HB 3351 - SB 3549 (CORRECTED)**

- There will be no fiscal impact for the Fiscal Review Committee to include three year monetary estimates in the published fiscal notes.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "James W. White". The signature is written in a cursive style with a large initial "J" and a distinct "W".

James W. White, Executive Director

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