

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1706

February 24, 2009

SUMMARY OF BILL: Authorizes municipal legislative bodies to approve the acquisition of a public facility that has been acquired, improved, or constructed by a third party and to issue revenue bonds to finance the costs of acquiring the public facility.

ESTIMATED FISCAL IMPACT:

Increase Local Revenue -

Exceeds \$100,000/Permissive/Recurring

Increase Local Expenditures -

Exceeds \$100,000/Permissive/One-Time

Exceeds \$100,000/Permissive/Recurring

Assumptions:

- Municipalities will purchase infrastructure built by a developer at a one-time cost exceeding \$100,000.
- Municipalities will incur a recurring increase in expenditures due to debt service on revenue bonds used to purchase the public facility.
- Municipalities will receive increased revenue from the special property assessment that will be made on the public facility property.
- An unknown number of municipalities will utilize this legislation.

CERTIFICATION:

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

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/kmc

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