

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 886 – SB 1084

April 13, 2011

SUMMARY OF AMENDMENT (005947): Removes language from original bill that specified the maximum grant amount of \$5,000,000 that would be awarded in any given fiscal year and the maximum amount of \$15,000,000 awarded over the life of the pilot program.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures \$15,000,000/FY11-12 through FY13-14

Increase Local Expenditures – Exceeds \$1,000,000/Permissive/FY11-12 to FY13-14

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures - \$204,000/Each Year/FY11-12, FY12-13, and FY13-14

Increase Local Expenditures – Exceeds \$50,000/Each Year/FY11-12, FY12-13, and FY13-14/Permissive

Assumptions applied to amendment:

- Using current afterschool program funding levels, the Department of Education (DOE) assumes that there will be one grant award of \$68,000 in each of the Grand Divisions. The annual grant awards will be \$204,000 (\$68,000 x 3). Total for all three years will be \$612,000 (\$204,000 x 3 fiscal years).
- The DOE will use existing staff to administer and monitor the program.
- Local organizations that choose to apply and receive the grants are required to match the state grant dollars at a 2:1 ratio. Local organizations may include public organizations. It is assumed that public organizations are funded at least partially by local government expenditures. The exact amount of any increase in permissive local government expenditures is unknown but is estimated to exceed \$50,000 in FY11-12, FY12-13, and FY13-14.

- It is unknown if federal funds will be used for the pilot program.
- The State Board of Education will make rules and regulations within the normal course of business without an increase in staff or the assembly of a work group.

CERTIFICATION:

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

A handwritten signature in blue ink that reads "James W. White" followed by a small mark that appears to be "j+h".

James W. White, Executive Director

/msg