

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1013 – SB 1715

April 17, 2012

**SUMMARY OF AMENDMENT (016762):** Deletes all language after the enacting clause. Eliminates the original board membership of the Four Lake Regional Industrial Development Authority and creates a new board membership and term limits as well as eliminates the executive committee. The county mayor of each county in the region shall be an ex officio member or appoint a person to serve in his or her stead. The Speaker of the House of Representatives and the Speaker of the Senate shall each appoint one person residing in the region to serve on the board, to serve a term of two years.

FISCAL IMPACT OF ORIGINAL BILL:

Decrease Federal Expenditures - \$780,700

Decrease Local Revenue - \$780,700

Decrease Local Expenditures - \$185,400

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

**Decrease Local Expenditures – Exceeds \$1,500**

Assumptions applied to amendment:

- This bill as amended will reduce the number of members on the board from 21 to 7.
- Pursuant to Tenn. Code Ann. § 64-5-206, board members are to serve without compensation but are reimbursed for travel expenses.
- According to the 2009/2012 Annual Report by the Four Lake Regional Industrial Development Authority, the board meets quarterly.
- Decreasing the number of members serving on the board will decrease local government expenditures for payment of travel expenses.
- The recurring decrease in local expenditures is estimated to exceed \$1,546 [(14 fewer members x 60 minimum round-trip miles x \$0.46 reimbursement rate) x 4 yearly meetings].

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**CERTIFICATION:**

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

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/jrh