

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



**CORRECTED
FISCAL NOTE**

SB 439 – HB 2056

April 26, 2011

SUMMARY OF BILL: Adds Old Forest, located in Shelby County, as a Class II natural scientific area, defined as an area associated with and containing floral assemblages, forest types, fossil assemblages, geological phenomena, hydrological phenomena, swamplands, and other similar features or phenomena which are unique in natural or scientific value and are worthy of perpetual preservation.

ESTIMATED FISCAL IMPACT:

On April 12, 2011, a fiscal note was issued estimating the following impact:

Other Fiscal Impact – According to the City of Memphis, all expenditures will be paid by private donations that have been secured by the City. The City has identified up to \$156,000 in one-time expenditures and up to \$250,000 in recurring expenditures. The net fiscal impact on the City of Memphis will be not significant.

Based on further analysis, the estimated impact is:

(CORRECTED)

**Increase Local Expenditures – \$156,000/One-Time*
Up to \$250,000/Recurring***

Assumptions:

- According to the City of Memphis, all expenditures will be paid for by private donations.
- The City of Memphis will be required to comply with rules and regulations for a Class II natural scientific area.
- Any increase in state expenditures for the Department of Environment and Conservation to oversee this area will be not significant and can be accommodated utilizing existing departmental resources without an increased appropriation or reduced reversion.
- Based on the information obtained from the City of Memphis, required signage, boundary markers, access control, and equipment are estimated to have a one-time cost of \$156,000. Recurring operational expenditures are estimated to be up to \$250,000.

SB 439 – HB 2056 (CORRECTED)

- Total local expenditures are estimated to be up to \$156,000 one-time and \$250,000 recurring.

**Article II, Section 24 of the Tennessee Constitution provides that: No law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

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



James W. White, Executive Director

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