

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1760 – SB 1943

February 26, 2014

SUMMARY OF BILL: Changes the method for calculating economic growth, for the purpose of the constitutional cap on annual spending (Copeland Cap), from the percent change in Tennessee personal income to the sum of the percentage change in the consumer price index and the net percentage increase in state population.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – To the extent the rate of growth is higher under this bill relative to the rate of growth as currently calculated; the state budget would reflect increased revenue and expenditures of unknown amounts. To the extent the rate of growth is lower under this bill relative to the rate of growth as currently calculated; the state budget would reflect decreased revenue and expenditures of unknown amounts. Otherwise, the fiscal impact is considered not significant.

Assumption:

- The bill will not impact the current budget.
- The fiscal impact of this bill is dependent upon the rate of growth that would be determined under the provisions of this bill relative to the rate of growth that would be determined under current law, both of which are unknown.
- Given the factors for determining future rates of growth are unknown, a precise fiscal impact for the bill cannot be quantified.

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".

Lucian D. Geise, Executive Director

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