

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



**CORRECTED
FISCAL NOTE**

SB 1721 - HB 1532

March 6, 2014

SUMMARY OF BILL: Eliminates the Utility Relocation Loan Program (URLP) and transfers all funds within the URLP to the Utility Revitalization Fund (URF). Requires any loans outstanding to the URLP be paid to the URF.

ESTIMATED FISCAL IMPACT:

On February 18, 2014, a fiscal note was issued estimating a fiscal impact as follows:

Increase State Revenue - \$6,755,600/One-Time/Utility Revitalization Fund

Increase State Expenditures - \$6,755,600/One-Time/Highway Fund

Based on new information received from the Department of Transportation, the estimated impact is:

Increase State Revenue - \$4,685,100/One-Time/Utility Revitalization Fund

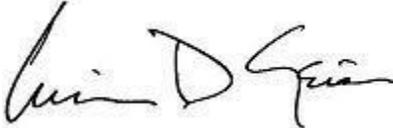
Increase State Expenditures - \$4,685,100/One-Time/Highway Fund

Assumptions:

- Pursuant to Tenn. Code Ann. § 67-3-901, any funds remaining after the distribution of the gasoline tax shall be deposited into the Highway Fund, for the purpose of funding the URLP.
- According to the Department of Transportation (TDOT), as of December 31, 2013, the balance of the URLP was \$4,685,102.
- The provisions of the bill would result in a one-time increase in state expenditures of \$4,685,102 from the Highway Fund and a corresponding increase in state revenue of \$4,685,102 to the URF.

CERTIFICATION:

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



Lucian D. Geise, Executive Director

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