

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 1734 – HB 2386**

February 28, 2014

**SUMMARY OF BILL:** Requires state entities within the executive branch to provide video streaming of their meetings on the website of the entity.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures –**

**Exceeds \$3,000,000/FY14-15**

**Exceeds \$4,000,000/FY15-16**

**Exceeds \$3,000,000/FY16-17**

**Exceeds \$1,000,000/FY17-18 and Subsequent Years**

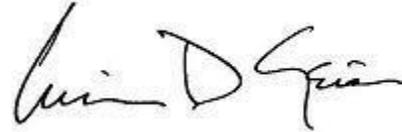
Assumptions:

- The bill requires agencies to absorb the cost of the bill in their existing budgets. However, this provision will not prevent expenditures necessary to comply with the provisions of the bill.
- Some agencies will be granted exemptions from the requirements of the bill.
- The bill takes effect January 1, 2015 and allows required entities up to July 1, 2017 to come into compliance.
- The fiscal impact of this bill is dependent upon several unknown factors such as the number of meetings that will be subject to video streaming, the extent of existing capabilities to stream video by the various departments, the availability of existing group resources to meet the capacity of service that will be required by the bill, the extent of new information technology devices and software that will be required to comply with the bill, and the number of entities that will seek and be granted exemption from the requirements of the bill.
- Given the extent of unknown factors, determining a precise fiscal impact to state government is difficult. Based upon information provided by multiple state entities, the one-time increase in state expenditures for installing any new required equipment and software is reasonably estimated to exceed \$10,000,000. Given the proposed time period for implementation, at least \$3,000,000 of these one-time state expenditures are assumed to occur in FY14-15, at least \$4,000,000 are assumed to occur in FY15-16, and at least \$3,000,000 is assumed to occur in FY16-17.

- The recurring increase in state expenditures for on-going maintenance is reasonably estimated to exceed \$1,000,000 per year statewide beginning in FY17-18.

**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" and last name "Geise" clearly distinguishable.

Lucian D. Geise, Executive Director

/cce