

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 214 – SB 331

March 17, 2015

**SUMMARY OF ORIGINAL BILL:** Defines respective time periods for redeeming delinquent property that is occupied, unoccupied, or vacant and abandoned.

FISCAL IMPACT OF ORIGINAL BILL:

Increase Local Expenditures - Exceeds \$25,000\*

**SUMMARY OF AMENDMENT (003879):** Removes right of redemption period of one year from original bill; makes other technical non-substantive changes.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Unchanged from the original fiscal note.**

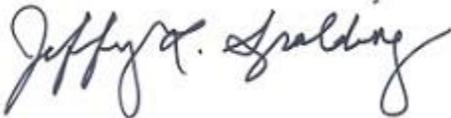
Assumptions for the bill as amended:

- This bill is not relevant to state government operations.
- Based on information from the County Technical Assistance Service (CTAS) and the Municipal Technical Advisory Service (MTAS), this bill creates additional administrative work that cities and counties will have to perform and complete, including determining the correct category of each delinquent property under the provisions of this bill.
- Officials from Metropolitan Davidson County report that in order to comply with the provisions of this bill, an additional staff person will be required for determining the category of each delinquent property.
- Though the amended version of this bill simplifies some requirements, Davidson County local officials report that they will, under the amended and original version of the bill, be required to hire additional staff to perform inspections,
- This will result in a mandatory and recurring increase in local expenditures to Davidson County estimated to be at least \$25,000.
- Assuming other counties will also need additional staff and resources, the mandatory and recurring increase in local expenditures is reasonably estimated to exceed \$25,000 per year.

\*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.



Jeffrey L. Spalding, Executive Director

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