

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 2465 - SB 2309**

January 28, 2016

**SUMMARY OF BILL:** Creates the Joint Select Committee of the General Assembly on Business Taxes. Requires the committee to be composed of 14 members of the General Assembly. Authorizes the committee to do the following: create subcommittees; request standing committees of the General Assembly, Fiscal Review Committee, and other state entities to study and report on business taxation; conduct meetings and public hearings across the state; employ staffing; enter into contracts for technical or professional services; and perform other duties.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – \$4,800/Each One-Day Meeting  
Exceeds \$268,700/Recurring**

Assumptions:

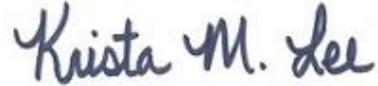
- According to Legislative Administration, per diem will be \$204 per member per meeting. Average round-trip mileage of 297 miles at \$0.47 per mile.
- The recurring increase in state expenditures for one committee meeting is estimated to be \$4,810.26 [(\$204 x 14 members) + (\$0.47 per mile x 297 miles x 14 members)].
- There could be additional state expenditures depending on (1) whether the Joint Select Committee elects to enter into any contract for professional services, (2) whether the Committee elects to employ support staffing, (3) whether the Committee elects to conduct meetings and hearings across the state rather than in Nashville, and (4) the extent of operations undertaken by the Committee.
- According to Legislative Administration and based on costs for professional services for past select committees, the recurring increase in state expenditures for professional services could exceed \$100,000.
- Based on previous salaries and benefits for past select committee staff, the recurring increase in state expenditures for additional staff salaries and benefits could exceed \$145,500.
- Based on average historical operational costs for select committees, the recurring increase in state operational expenditures could exceed \$23,200.

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- To the extent the Joint Select Committee elects to contract for professional services, employ support staffing, hold meetings and hearings across the state, and undertake operations requiring additional resources, the additional recurring state expenditures could exceed \$268,700 (\$100,000 + \$145,500 + \$23,200).

**CERTIFICATION:**

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

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

/jaw