

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 2466 - SB 2627

March 10, 2016

SUMMARY OF BILL: Creates a board of trustees for the Achievement School District (ASD). Sets forth how board members shall be appointed. The Governor shall appoint one member and each local education agency (LEA) that has schools within the ASD shall each appoint two members. Requires the appointment made by Governor to be confirmed by a joint resolution of the General Assembly with certain exceptions if the General Assembly is not in session.

Sets forth the terms of office for board members and prohibits members from serving more than two consecutive four-year terms, except for initial board members who serve less than four years during their initial term. Requires members of the initial board of trustees to be appointed before August 1, 2016. Requires board members to be knowledgeable in the field of kindergarten through twelfth grade. Members shall serve without compensation but may be compensated for travel expenses, in accordance with the policies promulgated by the Department of Finance and Administration. The board of trustees shall meet at least quarterly but may call as many special meetings as it deems necessary.

Prohibits ASD board of trustee members from having an employment or business contract with any LEA that has a school in the ASD, a charter school for which such LEA is the chartering authority, or a school operated by the ASD. ASD board of trustee members are also prohibited from being a registered lobbyist or having a contract with or employed by any organization that employs a registered lobbyist. Sets forth the duties and powers of the ASD board of trustees. Requires the State Division of Audit to include a review of the ASD board of trustees as part of its audit schedule.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$1,100

Assumptions:

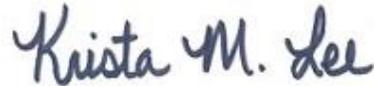
- Currently, the ASD has schools in the Shelby County and Metro-Nashville Public Schools' school districts. Each of these LEAs will appoint two members.
- The ASD board of trustees will meet at least four times each year.
- ASD board meetings may take place in Nashville or Shelby County. Members may also participate electronically.

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- Depending on where ASD board meetings are held, two members from Nashville or Shelby County, respectively, may travel to the board meetings.
- It is estimated that members from either Nashville or Memphis will make a total of four round trips to ASD board meetings annually.
- Board members will be compensated for mileage.
- The bill will result in a recurring increase in state expenditures estimated to be \$1,117 [(2 members x \$0.47 x 297 miles) x 4 meetings].

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

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