

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 945 - HB 1066

December 9, 2015

SUMMARY OF BILL: Extends, from six months to one year, the time period municipal officials and employees are prohibited from purchasing surplus property after leaving employment.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- This bill is applicable to municipalities only; therefore, no impact to state government.
- Extending the time period by six months that municipal employees are prohibited from purchasing surplus municipal property after leaving employment may result in a delay in the possible sale of some items. This delay could result in postponed or reduced revenue or an increase in expenditures for storing the property an additional six months if the former employee is the only person willing to purchase the inventory.
- While any shift in revenue or expenditures is dependent on a number of unknown factors including, but not limited to, the number of times this delay will reduce the probability of the surplus property selling, the impact the delay will have on a former employee's desire to purchase the property, and the storage costs of any surplus property that is delayed in being sold, it is reasonably estimated that the provisions of the bill will not have a significant impact on local government revenue or expenditures.

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".

Krista M. Lee, Executive Director

/amj