

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 269 - SB 684**

February 12, 2017

**SUMMARY OF BILL:** Requires certain municipal utility boards to incorporate proportionate representation within the membership of the utility board.

**ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact – Due to multiple unknown factors a precise fiscal impact on local government expenditures cannot reasonably be determined; however any increase to local government expenditures would be considered mandatory.**

Assumptions:

- Municipal utilities which provide water, wastewater, natural gas, electricity, or other services in more than one county will be required to allow for representation on the municipal utility board for citizens in each county where the utility provides such service.
- Municipal utility boards may opt to fill vacancies occurring on or after passage of this bill or create new seats on the board to accommodate for the required representation.
- The county mayor and legislative body of the county receiving representation on the board will be responsible for appointing the new board member.
- The county legislative body will appoint any additional utility board member at a regularly scheduled meeting.
- Due to multiple unknown variables such as how many municipal utilities provide service to multiple counties which are not currently represented on their board, if the board will opt to add additional members or reserve vacancies on their board, the extent of any positions which will be added, if board members are compensated or only reimbursed for expenses, and the extent of any such compensation or reimbursement, a precise fiscal impact on local government expenditures cannot reasonably be determined; however any increase in local government expenditures would be considered mandatory.

**IMPACT TO COMMERCE:**

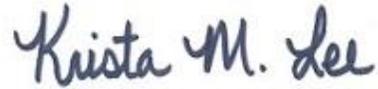
**NOT SIGNIFICANT**

Assumption:

- The proposed legislation is only applicable to municipal utility board membership and will not result in any significant impact to commerce or jobs in Tennessee.

**CERTIFICATION:**

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



Krista M. Lee, Executive Director

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