

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 175 – HB 454

March 1, 2017

SUMMARY OF BILL: Increases the current working capital requirement for dental service corporations seeking licensure from \$2,500 to \$10,000.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 56-30-112, the amount of working capital required for licensure as a dental service corporation is equal to acquisition costs and operating costs for a period of at least 6 months from the date of the issuance of certificate of licensure or \$2,500, whichever is greater.
- Based on information provided by the Department of Commerce and Insurance, this capital requirement increase, from \$2,500 to \$10,000, will not result in a significant impact on the number of dental service corporations licensed in this state.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

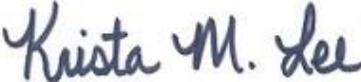
Assumptions:

- It is estimated that dental service corporations in this state, on average, have working capital in excess of \$10,000, as would be required by this law when such amount is greater than the estimated acquisition and operating costs of the 6 months succeeding issuance of a license.
- This bill is estimated to have no significant impact on commerce on jobs in Tennessee.

SB 175 – HB 454

CERTIFICATION:

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



Krista M. Lee, Executive Director

/jdb