

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



**CORRECTED
FISCAL NOTE**

SB 410 - HB 521

March 14, 2017

SUMMARY OF BILL: Requires all public K-12 schools to purchase and maintain one automated external defibrillator (AED). Encourages private schools as defined in Tenn. Code Annotated § 49-6-3001 to place AEDs in schools as required by public schools in Tenn. Code Annotated § 49-2-122. Requires private schools with AEDs to comply with standards as required for public schools for maintenance, testing and training.

ESTIMATED FISCAL IMPACT:

On February 16, 2017, a fiscal note was issued for this bill with the following estimated fiscal impact:

Increase Local Expenditures –\$268,400/FY17-18
\$26,600/FY19-20 and Subsequent Years**

Additional information on AED contract pricing was provided to Fiscal Review Committee staff. Given this new information the fiscal impact has been corrected as follows:

(CORRECTED)

**Increase Local Expenditures – \$360,000/FY17-18*
\$42,800/FY19-20 and Subsequent Years***

Corrected Assumptions:

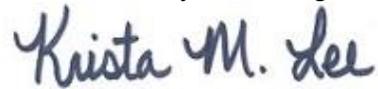
- Based on information from the Department of Education, there are 180 schools without an AED.
- Based on information provided by the Comptroller of the Treasury, the average cost for an AED per the state contract is approximately \$2,000. Replacement parts are estimated to be \$475 (\$140 for AED pads + \$135 battery + \$200 electrodes), to be replaced every two years.
- The mandatory one-time increase in local expenditures associated with the AEDs is estimated to be \$360,000 (180 schools x \$2,000).
- The mandatory recurring biennial increase in local expenditures is estimated to be \$85,500 (180 schools x \$475); annualized, the mandatory recurring increase, beginning in FY19-20, is estimated to be \$42,750 (\$85,500 / 2 years).

SB 410 - HB 521 (CORRECTED)

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

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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