

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 531 - SB 1364

February 15, 2019

SUMMARY OF BILL: Extends indefinitely the provisions of the *County Road Relief Act of 2015* (CRRA).

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – Extending the *County Road Relief Act* will maintain the reduced amount of local expenditures needed to draw state funds for road projects.

Assumptions:

- Pursuant to Tenn. Code Ann. § 54-4-404, a portion of the state gas tax is allocated to each county for construction and maintenance of local roads. For any qualifying project, counties may use these funds for 75 percent of the cost but must provide the remaining 25 percent from local funds.
- The CRRA, which is set to expire July 1, 2019, temporarily lowers the match required of counties from 25 to 2 percent and applies to projects initiated from FY15-16 until FY18-19.
- The proposed legislation will extend the CRRA indefinitely. In the absence of this legislation, local government expenditures needed to draw state funds will increase for construction and maintenance projects on local roads.

CERTIFICATION:

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

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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