

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HJR 142

February 25, 2019

SUMMARY OF BILL: Requires the Comptroller of the Treasury (COT) to study the financial impact on Tennessee as a result of legalized gambling in surrounding states.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$45,000/One-Time

Assumptions:

- The COT does not have the expertise required to complete such a study; therefore, there will be a one-time increase in state expenditures associated with contracting with a firm to conduct such a study.
- In 2016, the Department of Economic and Community Development (ECD) contracted with a firm to conduct an economic impact study of business tax credits in Tennessee, which reviewed the impact of taxes within the state and compared business tax credits to those of peer states.
- ECD received three estimates to conduct the economic impact study. The lowest bid was \$45,000. ECD chose the second bidder to complete the study at a total of \$80,950.
- Based on the bids ECD received to conduct an economic impact study containing comparisons with surrounding states, it is reasonably estimated the required financial impact study will result in a one-time increase in state expenditures exceeding \$45,000.

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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