TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 886 - SB 976

March 31, 2019

SUMMARY OF BILL: Removes exclusion for funds not related to non-recurring funds for schools with priority status from the maintenance of local funding and apportionment requirements. Requires the exclusion to be in effect for each year the school is identified as a priority school plus one additional year.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – Passage of this legislation may result in mandatory increases in local expenditures.* Due to several unknown factors, the extent and timing of any such impact cannot be determined.

Assumptions:

- No significant impact to state expenditures.
- No change to the Basic Education Program.
- The proposed legislation removes the exemption from maintenance of effort and apportionment for any other funds appropriated for non-recurring expenditures not related to priority schools, which may result in a mandatory increase in local expenditures. Due to several unknown factors, the extent and timing of any such impact cannot be determined.

*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.

Kiista Lee Caroner

Krista Lee Carsner, Executive Director

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