

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 2287 - HB 2371

March 13, 2018

SUMMARY OF BILL: Replaces the Secretary of State (SOS) and Department of State with the Commissioner of Tourist Development and Department of Tourist Development (DTD) on the Tennessee Sports Hall of Fame (TSHF) Board of Directors and Executive Committee.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures – \$800/One-Time
\$71,900/Recurring**

Assumptions:

- Passage of this legislation will require the SOS to no longer provide administrative support to the TSHF Board.
- The SOS provided the support utilizing existing staff during regular work hours.
- The TSHF Board experienced an operating deficit of \$73,706 in FY15-16, an operating deficit of \$89,477 in FY16-17, and had an operational fund balance of \$160,000 on December 31, 2016.
- Based on information provided by the DTD, the proposed legislation cannot be accommodated within existing resources. The DTD does not have the availability to utilize existing staff for administrative responsibilities that would be necessitated for a successful operation of the TSHF Board.
- The DTD will require one Executive Administrative Assistant 3 position to research and provide analysis of the current operations of the TSHF and propose changes that would put the organization on a path of sustainability.
- The one-time increase in state expenditures associated with the Executive Administrative Assistant 3 position is estimated to be \$800 for computer costs.
- The recurring increase in state expenditures associated with the Executive Administrative Assistant 3 position is estimated to be \$71,881 (\$54,504 salary + \$16,297 benefits + \$780 communications + \$300 supplies).

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CERTIFICATION:

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

Handwritten signature of Krista M. Lee in blue ink.

Krista M. Lee, Executive Director

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