TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 2674 - SB 2646

March 8, 2022

SUMMARY OF BILL AS AMENDED (014888): Establishes parameters in which the estimated fiscal impacts of any law that results in an increase or decrease in periods of imprisonment must be reflected in fiscal notes. For any law enacted after January 1, 2023:

- Cost increases must be based on the estimated increase in operating costs, in current dollars, of the highest of the next three fiscal years;
- Cost decreases must be based on actual estimated operating costs to be reduced annually over the next three fiscal years; or
- Costs must be netted out on an annual basis for the next three fiscal years for fiscal notes that include both cost increases and decreases.
 - Netted out cost increases must be based on the operating costs of the highest of the next three fiscal years on a recurring basis; and
 - Netted out decreases must be based on actual estimated decreases for each of the next three fiscal years.

FISCAL IMPACT OF BILL AS AMENDED:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- Public Chapter 412 of 2021 revised the parameters within which fiscal impacts included in fiscal notes for proposed legislation resulting in increases or decreases to periods of imprisonment are estimated.
- The proposed legislation further revises these parameters by shortening the period of time which the estimate must encompass from ten years to three years and specifies that cost increases and decreases in the same fiscal note must be netted out.
- Any fiscal impacts will be realized as a result of future legislation and will be considered at the time of passage of such legislation.

CERTIFICATION:

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

Krista Lee Carsner, Executive Director

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