

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 54 - SB 1008

February 26, 2019

SUMMARY OF BILL: Requires public buildings, for which the bathrooms are being renovated at \$10,000 or more, and newly-constructed public buildings that are owned, operated, or under the control of a public entity, to be equipped with at least one baby diaper changing station that is accessible to both men and women. Requires for each baby diaper changing station to include signage at or near the entrance to the station indicating its location.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures –

Exceeds \$9,600/Each FY19-20 through FY28-29/Locally-Governed Institutions

Exceeds \$2,000/Each FY19-20 through FY28-29/Community College System

Exceeds \$20,900/Each FY19-20 through FY28-29/University of Tennessee

Exceeds \$19,300/Each FY19-20 through FY28-29/Facilities Revolving Fund

Exceeds \$6,000/Each FY19-20 through FY28-29/General Fund

Increase Local Expenditures –

Exceeds \$12,300/Each FY19-20 through FY28-29*

General Assumptions:

- The current cost of purchasing and installing a baby changing station is \$186.
- The cost of purchasing and installing a sign for each station location is \$15.
- Ongoing maintenance costs and cleaning costs, once the station is installed, can be absorbed into routine maintenance and operational costs; however, stations and signs will be replaced periodically.
- The state and local impact as a direct result of this legislation is assumed to occur over a period of 10 years. Any fiscal impact beyond 10 years is assumed to occur for reasons not directly related to this legislation.

Assumptions Relative to Locally-Governed Institutions

- The locally-governed institutions (LGIs) are comprised of six institutions with an unknown number of buildings.
- Each institution will undertake at least two applicable projects each year over the estimated ten-year period with each requiring at least four diaper changing stations; thus

a minimum of 48 diaper changing stations (6 institutions x minimum 2 projects x minimum 4 stations) will be required each year over the estimated ten-year period.

- The increase in state expenditures to LGIs is estimated to exceed \$9,648 [(\$186 + \$15) x 48 stations and signs] each year FY19-20 through FY28-29.

Assumptions Relative to the Board of Regents

- The Tennessee Board of Regents (TBR) is comprised of 47 institutions with an unknown number of buildings.
- Five institutions will undertake at least one applicable project each year over the estimated ten-year period with each requiring at least two diaper changing stations; thus a minimum of 10 diaper changing stations (minimum 5 projects x minimum 2 stations) will be required each year over the estimated ten-year period.
- The increase in state expenditures to the Community College System is estimated to exceed \$2,010 [(\$186 + \$15) x 10] each year FY19-20 through FY28-29.

Assumptions Relative to the University of Tennessee

- University of Tennessee (UT) campuses and institutions statewide have 521 existing buildings.
- At least 10 percent of such buildings, or a minimum of 52 buildings, will undergo renovations each year over the estimated ten-year period with at least two diaper changing stations being required for each project; thus a minimum of 104 stations (minimum 52 buildings x minimum of 2 stations) each year over the estimated ten-year period.
- The increase in state expenditures to UT is estimated to exceed \$20,904 [(\$186 + \$15) x 104] each year FY19-20 through FY28-29.

Assumptions Relative to General Services

- The Department of General Services (DGS) owns or leases approximately 480 buildings.
- At least 10 percent of such buildings, or a minimum of 48 buildings, will undergo renovations each year over the estimated ten-year period with at least two diaper changing stations being required for each project; thus a minimum of 96 stations (minimum 48 buildings x minimum 2 stations) each year over the estimated ten-year period.
- The increase in state expenditures to the Facilities Revolving Fund estimated to exceed \$19,296 [(\$186 + \$15) x 96] each year FY19-20 through FY28-29.

Assumptions Relative to Other State Buildings

- Various other state departments and agencies are outside the portfolio of the Facilities Revolving Fund, including but not limited to Environment and Conservation, Transportation, Military, Legislature, Education, Health, and Agriculture.

- The precise number of buildings without diaper changing stations that will undergo renovations valued over \$10,000 or the number of new buildings constructed is unknown.
- However, the total number of new diaper changing stations and signs required is reasonably estimated to exceed 30 each year FY19-20 through FY28-29.
- The increase in state expenditures to the General Fund is estimated to exceed \$6,030 [(\$186 + \$15) x 30] each year FY19-20 through FY28-29.

Assumptions Relative to Local Governments

- Based on information provided by TACIR, where a study was conducted on the infrastructure needs of public buildings for all 95 counties; there are approximately 153 building renovations over \$10,000 needed over the course of five years.
- It is estimated that at least two buildings per county will undergo renovations of \$10,000 or more and each building will need approximately two diaper changing stations and signs for a minimum of 61 stations (153 renovations x 2 stations / 5 years) each year FY19-20 through FY28-29.
- The mandatory increase in local expenditures is estimated to exceed \$12,261 [(\$186 + \$15) x 61] each year FY19-20 through FY28-29.

*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.



Krista Lee Carsner, Executive Director

/lam