



February 3, 2024

SUMMARY OF BILL: Changes, from 2010 through 2012 to 2021 through 2023, the years which the Tennessee Emergency Communications Board (TECB) is required to use to calculate the annual distribution base fund to each emergency communications district (district). Requires that in no event the distribution be calculated at less than the amount the district received in fiscal year 2023.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Pursuant to Tenn. Code Ann. § 7-86-303(e), TECB is required to annually distribute to each emergency communications district a base amount equal to the average of the total recurring annual revenue each district received for fiscal years 2010, 2011, and 2012 (but not less than 2012) from:
 1. TECB distributions; and
 2. Direct remittance of 911 surcharges.
- TECB provides that the total amounts distributed to districts were:
 - \$125,618,251 in 2021;
 - \$123,377,885 in 2022; and
 - \$133,015,264 in 2023.
- Total current distributions include the following:
 1. Base 2012 funding amounts;
 2. The 911 surcharge increased from \$1.16 to \$1.50, pursuant to SJR 836 of 2020;
 3. Excess 911 surcharge revenue (minimum 50 percent) pursuant to Tenn. Code Ann. § 7-86-130; and
 4. Controller subsidy adopted by the TECB on May 2, 2018 which pays \$4,000 per call taker.
- The proposed legislation will incorporate all four into the new base amount going forward.
- Total distributions in future years are estimated to be equal to or greater than 2023 total distributions in the absence of this legislation; therefore, setting the base amount to 2023 distributions will not result in a significant fiscal impact to state expenditures or local revenue.

- According to the Department of Commerce and Insurance there will be no significant impact on the operations of the TECB or the department.
- The ending reserve balance for the TECB on June 30, 2023 was \$36,852,670.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumption:

- The provisions of the proposed legislation will not result in any significant impact to jobs or commerce in Tennessee.

CERTIFICATION:

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



Krista Lee Carsner, Executive Director

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