

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1979 - SB 1983

February 5, 2022

SUMMARY OF BILL: Establishes that all fees collected by the Secretary of State (SOS) under the Division of Charitable Solicitations and Gaming will remain at \$10 during FY22-23.

FISCAL IMPACT:

Decrease State Revenue - \$2,186,300/FY22-23

/Division of Charitable Solicitations and Gaming

Assumptions:

- The Division of Charitable Solicitations and Gaming charges fees for registrations of charitable organizations, professional solicitors, and annual gaming events; late fees are charged for untimely registration applications and gaming event financial statements.
- For FY21-22, all fees charged by the SOS under the Charitable Solicitations and Gaming Act were reduced to \$10, pursuant to Public Chapter 295 of 2021. The proposed legislation would extend the fee reduction for one additional fiscal year.
- The one-time decrease in state revenue in FY22-23 was based on total fee revenue collected in the most recent complete fiscal year with fee ranges codified prior to Public Chapter 295, FY20-21.
- The estimated decrease in state revenue to the SOS in FY22-23 is \$2,186,276. Individual registrations, related fees, and number of registrations based on information provided by the SOS are in the table below.
- According to information provided by the SOS, the one-time revenue reduction will be absorbed by existing funds available for use under the Division of Business and Charitable Organizations.

	FY20-21 Fee Amount/Range	Number of Registrations	FY20-21 Revenue	Proposed Fee Amount	Estimated Registrations x Reduced Fee	Loss of Revenue in FY22-23
Charities Registration/Renewals	\$50-\$240	11,823	\$2,037,380.00	\$10	\$118,230.00	\$1,919,150.00
Professional Solicitor Registrations	\$250	79	\$19,750.00	\$10	\$790.00	\$18,960.00
Registration Late Fees	\$25	2,372	\$216,186.00	\$10	\$23,720.00	\$192,466.00
Gaming Event Applications	\$150-\$600	228	\$56,675.00	\$10	\$2,280.00	\$54,395.00
Gaming Event Late Fees	\$25	87	\$2,175.00	\$10	\$870.00	\$1,305.00

Total estimated loss in revenue:

\$2,186,276

CERTIFICATION:

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



Krista Lee Carsner, Executive Director

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