

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 2204 - HB 2659**

February 10, 2022

**SUMMARY OF BILL:** Requires that all contracts entered into by the Megasite Authority of West Tennessee (MAWT) be approved by the State Building Commission (SBC).

**FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Tennessee Code Annotated § 4-15-102 authorizes the SBC to approve and supervise:
  - Any improvement to real property in which any state entity has an interest; and
  - All contracts for the improvement of real property or the demolition of any structure on real property in which any state entity has an interest.
- Tennessee Code Annotated § 64-9-112 provides that a lease of real property, and all amendments thereto, entered into by the MAWT and all capital grants and corresponding agreements are subject to approval by the SBC.
- The proposed legislation would require the following to be reviewed and approved by the SBC:
  - Any improvement to be constructed by a third party;
  - A sublease by a third party; and
  - Any action taken by the MAWT or a lessee pursuant to a lease previously approved by the SBC.
- Requiring such contracts to be approved by the SBC is consistent with other statutory duties of the SBC; therefore, any impact to state or local government is estimated to be not significant.

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**CERTIFICATION:**

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

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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