



April 7, 2022

SUMMARY OF BILL AS AMENDED (016485): Requires certain entities that contract with the Megasite Authority of West Tennessee (MAWT) to report certain information quarterly to the State Building Commission (SBC), the Speaker of the Senate, and the Speaker of the House of Representatives regarding construction activity for material improvement to the project. Repeals the above provisions on July 1, 2025. Authorizes a local government entity to enter into a contract with an entity working on the megasite for security services.

FISCAL IMPACT OF BILL AS AMENDED:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- The proposed legislation would require certain entities that contract with the MAWT for a real estate interest in the MAWT to report or cause their contractor or contractors to report the following:
 - The name of each entity engaged in construction activity at the project;
 - Whether the entity is a member of or associated with a union or labor association; and
 - The number of persons employed by the entity, with respect to construction activity at the project, who are residents of this state.
- The required information must be reported for the immediately preceding quarter within 14 days of January 31, April 30, July 31, and October 31.
- Per the proposed legislation, the reporting requirement only applies to contracts for construction activity involving persons working on site at the project and contracts that are in excess of \$100,000. The requirement does not apply to a third-party lessee or an entity that only supplies materials or supplies to the project.
- It is assumed that many entities that contract with MAWT will be private businesses, and therefore, no fiscal impact to state or local government.
- If a contracting entity is a state or local government entity, it is assumed that such entity already possesses the information required or could easily retrieve it; therefore, any impact to state or local government is estimated to be not significant.

CERTIFICATION:

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

Handwritten signature of Krista Lee Carsner in black ink.

Krista Lee Carsner, Executive Director

/kc