

# Legislative Express

Session 2026 | Issue 6

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## **STATUS UPDATE ON BILLS OF INTEREST TO TAUD MEMBERS**

### **SB564/HB803 – Approval of Wastewater Infrastructure for New Subdivisions by Developer without Utility Input or Approval**

The House Agriculture and Natural Resources Committee approved this bill last week with a new House Amendment which can be found [here](#). TAUD is continuing to oppose this bill in the Senate. The bill is scheduled to be heard before the full Senate on Thursday, March 26<sup>th</sup>.

### **SB2213/HB2381 as Amended – Approval of Utility Infrastructure for New Developments**

Last week this caption bill was amended and makes changes in the timing, process, and other aspects of the approval of plans for new developments by electric, gas, water, and sewer utilities which was passed by the legislature in 2025. After discussions with the bill sponsors by several utility associations, TAUD anticipates a new amendment will be considered this week by the House Business and Utilities Subcommittee which makes minimal changes to the legislation passed in 2025 which should not adversely affect TAUD members which new amendment can be found [here](#).

### **SB1962/HB1983 – Limits hard water levels in public water systems.**

The Senate Energy, Agriculture, and Natural Resources Committee approved an amendment to this bill last week which limits its application to public water systems serving a population of 10,000 or more persons which seek state funds for water system improvements. This amendment can be found [here](#). TAUD is continuing to oppose this bill in both the House and Senate Committees and Subcommittee which will be considering the bill this week.

## Bills

### **SB 564 (HB 803) - Hearing before the board of certification for water and wastewater operators regarding a revocation.**

[State Website](#) 

M. Pody (R), R. Grills (R) | Government Regulation

SB 564: Mar. 12, 2026 - Senate deferred to 03/26/26.

HB 803: Mar. 16, 2026 - **House passed with amendment 1 (015451)**, which requires a subdivision or neighborhood developer which proposes to construct treatment works, and the design and construction of such has been approved by the Department of Environment and Conservation (TDEC), to submit an application to the relevant utility requesting that the utility either: (1) agree to assume operational responsibility and ownership of the treatment works in writing within 30 days of receipt of the application by the utility and approve the engineered plans for the treatment works within 90 days; or (2) refuse to own and operate the treatment works. Specifies that if the utility refuses to own and operate the treatment works, it must provide written notice to the developer within 30 days of receipt of the application. Any failure by a utility to respond within such timeline is considered a refusal to own or operate the treatment works. Additionally, requires the utility to provide written notice to the Tennessee Board of Utility Regulation (TBOUR) within seven business days of refusal, upon which the utility is released from any future operational responsibility and ownership of the treatment works, unless the utility subsequently chooses to assume such responsibilities and ownership rights pursuant to a future contract between the developer and utility. Prohibits the utility from restricting the availability of water services provided by the utility based upon such utility's refusal to own or operate the treatment works. Establishes that a refusal received from a utility authorizes the developer to contract with another utility for ownership and operation of the treatment works, subject to the rights of the utility to which the initial application for approval was submitted. Authorizes the initial, refusing utility to negotiate with the current owner and operator of the treatment works to allow it to assume operational responsibilities and ownership rights to the treatment works for up to two years after the date the initial utility received the application. Upon at least 50 percent of the units within a development being issued a certificate of use and occupancy, the local government for the area in which a treatment works is or will be installed must require the developer to file a reasonable performance bond for the first two years that the treatment works is in operation, in an amount determined by such local government when submitting the application to the utility; however, the amount of the bond must in an amount equal to 100 percent of the total replacement cost. Further, requires the operator of the treatment works to file a performance bond to be issued for the third through tenth years of operation, which much be equal to 50 percent of the total replacement cost. Establishes additional requirements upon developers and applicable utilities prior to the transfer of ownership or operation of a treatment works. Establishes that any approval of engineering reports, design documents, plans, and specifications approved by TDEC for sewage works construction projects and wastewater facilities requiring plan approvals associated with permits for decentralized systems using land application, expire 12 months from the date of issuance, unless (1) construction has commenced or (2) the owner obtained an extension, pursuant to this act. Authorizes TDEC to grant extensions in increments not to exceed 12 months, up to a cumulative maximum of 60 months, from the original approval date. Requires TDEC to maintain an electronic tracking system for approvals and extensions. Requires any construction of a decentralized wastewater system using land application to be completed within 60 months of the initial engineering plan approval, and if such timeline is not met, the owner is required to submit new plans, engineering reports, and specifications to TDEC for review and approval. Requires TDEC, no later than July 31, 2027, to promulgate rules applicable to the design and construction of decentralized wastewater treatment systems using land application, which must apply to permits issued pursuant to the Water Quality Control Act (Act), as well as plan approvals, as they relate to decentralized wastewater systems using land application. Requires a developer to demonstrate that the treatment works have the ability to meet or exceed the greater of the following at the time of permit approval: TDEC's published minimum treatment limit standards or the actual treatment limits being delivered by a similarly situated system in the same operating utility. This legislation will take effect July 1, 2026, and applies to conduct or construction occurring on or after such date.

Increases, from 60 to 65, the number of days that a party to a hearing before the board of certification for water and wastewater operators regarding a revocation or an appeal of an order or assessment of a civil penalty by the commissioner of environment and conservation has to appeal the order or assessment. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7; Title 8; Title 9; Title 62, Chapter 2; Title 65; Title 68, Chapter 221 and Title 69, relative to utilities.

Legislative Progress:  Senate | Feb. 11, 2026: Recommended By Full Committee

Progress:  House | Mar. 16, 2026: Passed

AI Summary: The time frame for a specified utility-related action under Tennessee Code Annotated Section 68-221-914(b) is extended from sixty to sixty-five days. A proposed amendment would exempt this act from applying in counties with populations between 24,900 and 25,000 or between 54,300 and 54,400, based on the 2020 federal census or any subsequent census. This amendment has not yet been adopted.

Amendment Summary: Senate Energy, Agriculture, & Natural Resources Committee amendment 1 (013317) requires a subdivision or neighborhood developer which proposes to construct treatment works, and the design and construction of such has been approved by the Department of Environment and Conservation (TDEC), to submit an application to the relevant utility requesting that the utility either: (1) agree to assume operational responsibility and ownership of the treatment works in writing within 30 days of receipt of the application by the utility and approve the engineered plans for the treatment works within 90 days; or (2) refuse to own and operate the treatment works. Specifies that if the utility refuses to own and operate the treatment works, it must provide written notice to the developer within 30 days of receipt of the application. Any failure by a utility to respond within such timeline is considered a refusal to own or operate the treatment works. Additionally, requires the utility to provide written notice to the Tennessee Board of Utility Regulation (TBOUR) within seven business days of refusal, upon which the utility is released from any future operational responsibility and ownership of the treatment works, unless the utility subsequently chooses to assume such responsibilities and ownership rights pursuant to a future contract between the developer and utility. Prohibits the utility from restricting the availability of water services provided by the utility based upon such utility's refusal to own or operate the treatment works. Establishes that a refusal received from a utility authorizes the developer to contract with another utility for ownership and operation of the treatment works, subject to the rights of the utility to which the initial application for approval was submitted. Authorizes the initial, refusing utility to negotiate with the current owner and operator of the treatment works to allow it to assume operational responsibilities and ownership rights to the treatment works for up to two years after the date the initial utility received the application. Requires the local government for the area in which a treatment works is or will be installed to require the developer to file a reasonable performance bond for the first two years that the treatment works is in operation, in an amount determined by such local government when submitting the application to the utility; however, the amount of the bond must in an amount equal to 100 percent of the total replacement cost. Further, requires the operator of the treatment works to file a performance bond to be issued for the third through tenth years of operation, which much be equal to 50 percent of the total replacement cost. Establishes additional requirements upon developers and applicable utilities prior to the transfer of ownership or operation of a treatment works. Establishes that any approval of engineering reports, design documents, plans, and specifications approved by TDEC for sewage works construction projects and wastewater facilities requiring plan approvals associated with permits for decentralized systems using land application, expire 12 months from the date of issuance, unless (1) construction has commenced or (2) the owner obtained an extension, pursuant to this act. Authorizes TDEC to grant extensions in increments not to exceed 12 months, up to a cumulative maximum of 60 months, from the original approval date. Requires TDEC to maintain an electronic tracking system for approvals and extensions. Requires any construction of a decentralized wastewater system using land application to be completed within 60 months of the initial engineering plan approval, and if such timeline is not met, the owner is required to submit new plans, engineering reports, and specifications to TDEC for review and approval. Requires TDEC, no later than July 31, 2027, to promulgate rules applicable to the design and construction of decentralized wastewater treatment systems using land application, which must apply to permits issued pursuant to the Water Quality Control Act (Act), as well as plan approvals, as they relate to decentralized wastewater systems using land application. This legislation will take effect July 1, 2026, and applies to conduct or construction occurring on or after such date. House amendment 1 (015451) requires a subdivision or neighborhood

developer which proposes to construct treatment works, and the design and construction of such has been approved by the Department of Environment and Conservation (TDEC), to submit an application to the relevant utility requesting that the utility either: (1) agree to assume operational responsibility and ownership of the treatment works in writing within 30 days of receipt of the application by the utility and approve the engineered plans for the treatment works within 90 days; or (2) refuse to own and operate the treatment works. Specifies that if the utility refuses to own and operate the treatment works, it must provide written notice to the developer within 30 days of receipt of the application. Any failure by a utility to respond within such timeline is considered a refusal to own or operate the treatment works. Additionally, requires the utility to provide written notice to the Tennessee Board of Utility Regulation (TBOUR) within seven business days of refusal, upon which the utility is released from any future operational responsibility and ownership of the treatment works, unless the utility subsequently chooses to assume such responsibilities and ownership rights pursuant to a future contract between the developer and utility. Prohibits the utility from restricting the availability of water services provided by the utility based upon such utility's refusal to own or operate the treatment works. Establishes that a refusal received from a utility authorizes the developer to contract with another utility for ownership and operation of the treatment works, subject to the rights of the utility to which the initial application for approval was submitted. Authorizes the initial, refusing utility to negotiate with the current owner and operator of the treatment works to allow it to assume operational responsibilities and ownership rights to the treatment works for up to two years after the date the initial utility received the application. Upon at least 50 percent of the units within a development being issued a certificate of use and occupancy, the local government for the area in which a treatment works is or will be installed must require the developer to file a reasonable performance bond for the first two years that the treatment works is in operation, in an amount determined by such local government when submitting the application to the utility; however, the amount of the bond must in an amount equal to 100 percent of the total replacement cost. Further, requires the operator of the treatment works to file a performance bond to be issued for the third through tenth years of operation, which much be equal to 50 percent of the total replacement cost. Establishes additional requirements upon developers and applicable utilities prior to the transfer of ownership or operation of a treatment works. Establishes that any approval of engineering reports, design documents, plans, and specifications approved by TDEC for sewage works construction projects and wastewater facilities requiring plan approvals associated with permits for decentralized systems using land application, expire 12 months from the date of issuance, unless (1) construction has commenced or (2) the owner obtained an extension, pursuant to this act. Authorizes TDEC to grant extensions in increments not to exceed 12 months, up to a cumulative maximum of 60 months, from the original approval date. Requires TDEC to maintain an electronic tracking system for approvals and extensions. Requires any construction of a decentralized wastewater system using land application to be completed within 60 months of the initial engineering plan approval, and if such timeline is not met, the owner is required to submit new plans, engineering reports, and specifications to TDEC for review and approval. Requires TDEC, no later than July 31, 2027, to promulgate rules applicable to the design and construction of decentralized wastewater treatment systems using land application, which must apply to permits issued pursuant to the Water Quality Control Act (Act), as well as plan approvals, as they relate to decentralized wastewater systems using land application. Requires a developer to demonstrate that the treatment works have the ability to meet or exceed the greater of the following at the time of permit approval: TDEC's published minimum treatment limit standards or the actual treatment limits being delivered by a similarly situated system in the same operating utility. This legislation will take effect July 1, 2026, and applies to conduct or construction occurring on or after such date.

Priority: ●●● High Position: ● Oppose

Comments:

Don Scholes, 1/29/2026, 11:06 AM: An amendment has been filed to this bill which will allow the developer of a new subdivision to construct a wastewater system for a new development in accordance with TDEC guidelines and give the existing wastewater utility the first right of refusal to take over and operate the system upon completion. The

amendment allows the developer to completely bypass the utility. TAUD is opposed to this bill with this amendment. The bill amendment appears to address new subdivisions to be served with decentralized wastewater systems with drip irrigation.

**SB 795 (HB 1173) - Purchasing of goods and services by local governments without bid or quotations.** [State Website](#) 

quotations.

P. Bailey (R), R. Williams (R) | Government Contracts

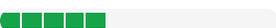
SB 795: Feb. 02, 2026 - **Senate passed.**

HB 1173: Mar. 27, 2025 - Sponsor(s) Added.

Authorizes local governments to purchase goods and services directly, without bid or quotations, from vendors awarded general services administration schedule contracts at prices equal to the vendor's current general services administration schedule price.

Caption: AN ACT to amend Tennessee Code Annotated, Title 12, Chapter 3, relative to public purchases.

Legislative  Senate | Referred to Subcommittee

Progress:  House | Recommended By Full Committee

AI Summary: Definitions of "goods" are expanded to include improvements to real property, excluding the property itself, under Tennessee public purchasing laws. Local governments are authorized to purchase goods and services directly from federal General Services Administration (GSA) schedule contracts without bidding, provided prices do not exceed GSA contract prices and local terms may replace GSA terms. Restrictions on purchasing motor vehicles are specified, allowing exceptions only for special-purpose vehicles.

Comments:

Don Scholes, 1/29/2026, 11:14 AM: Adds to current law that local government is not required to meet terms and conditions of GSA contract for goods, but can only pay no more than price in GSA contract to purchase goods without competitive bidding

**SB 1142 (HB 898) - Certificate of analysis for any water sold by the utility system that contains fluoride.** [State Website](#) 

R. Crowe (R), C. Todd (R) | Utilities

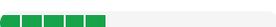
SB 1142: Mar. 31, 2025 - Rcvd. from S., held on H. desk.

HB 898: Mar. 11, 2026 - House Finance Subcommittee placed behind the budget.

Requires each utility system to obtain a certificate of analysis for any water sold by the utility system that contains fluoride, and to post the certificate and the material safety data sheet for fluoride online.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 36; Title 7, Chapter 82 and Title 68, Chapter 221, relative to fluoride in water.

Legislative  Senate | Passed

Progress:  House | Feb. 17, 2026: Recommended By Full Committee

AI Summary: Requirements are imposed on utility systems in Tennessee to obtain and publicly post a certificate of analysis and material safety data sheet for any fluoride in water sold. The information must be posted on the utility system's website or the board of utility regulation's website if the utility lacks its own site. The effective date for these provisions is set for July 1, 2026.

**SB 1566 (HB 1500) - Humphreys County - Humphreys County Water Authority.** [State Website](#) 

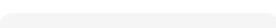
K. Roberts (R), J. Reedy (R) | Local Government

SB 1566: Mar. 11, 2026 - Set for Senate Government Operations Committee on Mar 18, 2026.

HB 1500: Mar. 16, 2026 - **House passed.**

Local bill that creates the Humphreys County Water Authority.

Caption: AN ACT to create the Humphreys County Water Authority.

Legislative  Senate | Jan. 07, 2026: Filed

Progress:  House | Jan. 12, 2026: Filed

AI Summary:

Humphreys County Water Authority is created as a public governmental body with powers to plan, acquire, operate, and finance water and wastewater systems within Humphreys County and surrounding areas. A board of commissioners is established with specified appointment and residency requirements, and the Authority is granted powers to issue bonds, notes, and refunding bonds, enter contracts, set rates, and exercise eminent domain for system development. Exclusive service areas are designated upon system acquisition, and the Authority's operations are exempt from state regulation and taxation, with financial and operational oversight provisions included.

**SB 1575 - Published notice of public meeting.**

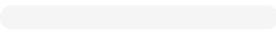
[State Website](#) 

A. Lowe (R) | Government Regulation

Feb. 05, 2026 - Withdrawn in Senate.

As introduced, authorizes a governmental entity to publish notices of public meetings on a secure website of the governmental body. Authorizes a person to request an electronic or hard copy of an e-newsletter or notice published by the governmental body if the governmental body provides such documents electronically.

Caption: AN ACT to amend Tennessee Code Annotated, Title 8, Chapter 44, Part 1, relative to public meetings.

Legislative  Jan. 12, 2026: Filed

Progress:

AI Summary: Adequate notice of public meetings may be provided by publishing on a governmental body's secure internet website instead of traditional newspaper publication. A mechanism must be established for individuals to sign up to receive meeting notices and e-newsletters electronically or by regular mail. These provisions amend Tennessee Code Annotated, Title 8, Chapter 44, Part 1, under Senate Bill 1575.

**SB 1595 (HB 1673) - Continuing education requirements for members of utility governing**

[State Website](#) 

**bodies.**

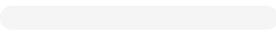
E. Jackson (R), R. Bricken (R) | Utilities

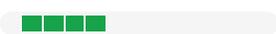
SB 1595: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 1673: Mar. 11, 2026 - Set for House Finance, Ways, and Means Subcommittee on Mar 18, 2026.

As introduced, makes various changes to laws regarding utilities, including the procedure for consolidation of utilities and continuing education requirements for members of utility governing bodies.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 34; Title 7, Chapter 82; Title 9, Chapter 21 and Title 68, Chapter 221, relative to utility regulation.

Legislative  Senate | Jan. 12, 2026: Filed

Progress:  House | Mar. 11, 2026: Recommended By Full Committee

AI Summary: Utility regulation in Tennessee is amended to streamline consolidation processes for utility districts and systems, including expanded definitions and procedures for mergers and consolidations initiated by utility districts or authorities. Financial oversight is enhanced by requiring public audits to be accessible to customers and the press, and by refining criteria and procedures for addressing financially distressed or ailing utility systems, including feasibility studies and public hearings before mergers. Continuing education requirements are imposed on utility system governing body members, mandating initial and ongoing training with enforcement mechanisms for noncompliance, including ineligibility for payments or reappointment. Internal loan procedures for utility systems are clarified under comptroller guidelines. A proposed amendment would modify consolidation provisions to focus specifically on utility districts, adjust board appointment processes, and clarify public hearing and notice requirements; this amendment has not yet been adopted. The act takes effect July 1, 2026.

Amendment Summary: Amendment 1 (013215) establishes provisions for utility district consolidation and board member continuing education. Amendment 2 (014585) establishes a utility district in the Tellico Village.

**SB 1600 - Requires certain data centers to register and report utility usage and rates to**

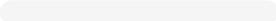
[State Website](#) 

**TPUC.**

Feb. 05, 2026 - Withdrawn in Senate.

As introduced, requires certain data centers to register with the Tennessee Public Utilities Commission; requires electric and water utilities that provide service to registered data centers to report usage and rates to the commission; requires the commission's executive director to compile and publish certain information based on reports received from utilities. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 5; Title 6; Title 7; Title 10; Title 62; Title 65; Title 68 and Title 69, relative to data centers.

Legislative  Jan. 12, 2026: Filed

Progress:

AI Summary: Registration requirements are imposed on data centers in Tennessee with a power capacity exceeding 20 megawatts, mandating submission of operational and utility service information to the Tennessee Public Utility Commission starting January 1, 2027. Electric and water utilities are required to report monthly usage and service rates for these data centers, with the commission compiling and publishing this data publicly. Civil penalties and injunctive relief are authorized for noncompliance, and the commission is empowered to promulgate rules to implement these provisions under Senate Bill 1600.

Comments:

Don Scholes, 1/29/2026, 11:33 AM: As written, this bill requires water utilities providing water service to a data center to report usage to TPUC. If it moves forward, TAUD may seek to amend to require reporting usage to Comptroller rather than TPUC.

**SB 1653 (HB 1456) - Increases the state's liability limits for damages in tort claims.**

[State Website](#) 

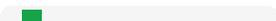
T. Gardenhire (R), G. Bulso (R) | Tort Liability

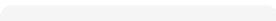
SB 1653: Mar. 16, 2026 - Senate Judiciary deferred to 03/17/26.

HB 1456: Mar. 12, 2026 - Set for House Judiciary Committee on Mar 18, 2026.

Increases the amount for which the state may be liable for damages in causes of action arising in tort from \$300,000 per claimant to \$500,000 per claimant and from \$1 million per occurrence to \$1.5 million per occurrence.

Caption: AN ACT to amend Tennessee Code Annotated, Title 9, Chapter 8 and Title 29, relative to damages.

Legislative  Senate | Jan. 21, 2026: Referred to Committee

Progress:  House | Dec. 15, 2025: Filed

AI Summary: Damage caps for claims under Tennessee Code Annotated Title 9, Chapter 8, Section 9-8-307(e) are increased from \$300,000 to \$500,000 for individual claims and from \$1,000,000 to \$1,500,000 for aggregate claims. The changes take effect on July 1, 2026.

**SB 1657 (HB 1724) - Requires local approval of tipping fee for application of sludge from water treatment plants onto agricultural lands.**

[State Website](#) 

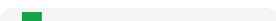
T. Gardenhire (R), R. Travis (R) | Local Government

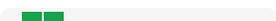
SB 1657: Feb. 11, 2026 - **Taken off notice** in Senate Energy, Agriculture & Natural Resources Committee.

HB 1724: Jan. 22, 2026 - Referred to House Agriculture & Natural Resources Subcommittee.

As introduced, requires local approval of a tipping fee for application of sludge from water treatment plants onto agricultural lands, with proceeds earmarked for water treatment facilities, as a condition of such applications continuing in a locality. Places a moratorium on certain permits in jurisdictions that do not provide such local approval. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Section 1 - 3-105; Title 5; Title 6; Title 7; Title 13, Chapter 7; Title 43; Title 68 and Title 69, relative to waste from waste water facilities.

Legislative  Senate | Jan. 21, 2026: Referred to Committee

Progress:  House | Jan. 22, 2026: Referred to Subcommittee

AI Summary: Authority is granted to counties, municipalities, and metropolitan governments in Tennessee to approve the application of sludge from wastewater treatment facilities to agricultural land within their jurisdictions by adopting a two-thirds vote resolution establishing a tipping fee per ton of sludge applied. The collected fees must be used exclusively for constructing and maintaining

wastewater treatment or processing facilities in the respective jurisdiction. Permits for sludge application to agricultural land will only be issued or renewed if the land is located in a jurisdiction that has authorized such application, effective July 1, 2026.

**SB 1679 (HB 1672) - Allows local governments to issue grant anticipation notes.**

[State Website](#) 

R. Crowe (R), R. Jones (R) | Local Government

SB 1679: Feb. 12, 2026 - **Senate passed.**

HB 1672: Mar. 11, 2026 - Set for House Finance, Ways, and Means Committee on Mar 17, 2026.

As introduced, makes changes to the process by which local governments may issue and sell grant anticipation notes. Authorizes the comptroller to approve certain notes issued by a local government if the local government demonstrates that a natural disaster has caused economic distress.

Caption: AN ACT to amend Tennessee Code Annotated, Title 9, Chapter 13, Part 2 and Title 9, Chapter 21, Part 7, relative to local government debt.

Legislative  Senate | Feb. 12, 2026: Passed

Progress:  House | Feb. 11, 2026: Recommended By Full Committee

AI Summary: Local governments are authorized to issue notes maturing beyond the fiscal year with approval from the comptroller and state funding board guarantees, especially in cases of economic distress caused by federally certified natural disasters. Interest-bearing grant anticipation notes may be issued for public works projects funded by state or federal grants, requiring comptroller approval and secured by grant funds, with optional additional security through general obligation or revenue pledges. Provisions allow local governments to levy ad valorem taxes to pay interest on these notes and permit issuance of capital outlay or bond anticipation notes alongside grant anticipation notes, provided proceeds are not used to pay the latter.

**SB 1682 (HB 2061) - Requires certain data centers to register and report utility usage and rates to the TPUC.**

[State Website](#) 

L. Lamar (D), J. Jr (D) | Utilities

SB 1682: Mar. 03, 2026 - **Failed in Senate Commerce & Labor Committee.**

HB 2061: Mar. 04, 2026 - Set for House Business and Utilities Subcommittee on Mar 11, 2026.

As introduced, requires certain data centers to register with the Tennessee Public Utilities Commission. Requires electric and water utilities that provide service to registered data centers to report usage and rates to the commission. Requires the commission's executive director to compile and publish certain information based on reports received from utilities.

Caption: AN ACT to amend Tennessee Code Annotated, Title 5; Title 6; Title 7; Title 10; Title 62; Title 65; Title 68 and Title 69, relative to data centers.

Legislative  Senate | Jan. 21, 2026: Referred to Committee

Progress:  House | Feb. 04, 2026: Referred to House Business and Utilities Subcommittee

AI Summary: Data centers in Tennessee with power capacity over 20 MW are required to register with the Tennessee Public Utility Commission starting January 1, 2027, providing detailed operational and utility service information. Electric and water utilities must report monthly usage and service rates for registered data centers, with the commission publishing these reports publicly. Civil penalties and injunctive relief are authorized for noncompliance, and the commission is empowered to promulgate rules to implement these provisions under HB 2061/SB 1682.

**SB 1689 (HB 1831) - Prohibits using or selling personal identifying information from government records for commercial purposes.**

[State Website](#) 

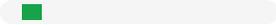
R. Briggs (R), L. Russell (R) | Media & Publishing

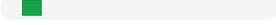
SB 1689: Feb. 05, 2026 - Withdrawn in Senate.

HB 1831: Mar. 11, 2026 - **Taken off notice** in House Public Service Subcommittee.

As introduced, creates an offense for using or selling an individual's personal identifying information obtained from a governmental entity for commercial use, punishable as a Class B misdemeanor with a fine of \$500. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4; Title 5; Title 6; Title 7; Title 10, Chapter 7, Part 5; Title 12; Title 37, Chapter 2, Part 4; Title 39; Title 47, Chapter 18, Part 33; Title 49, Chapter 7, Part 8; Title 55, Chapter 25; Title 62, Chapter 36; Title 63, Chapter 10, Part 4; Title 66, Chapter 29, Part 1 and Title 68, Chapter 18, Part 2, relative to public records.

Legislative  Senate | Jan. 21, 2026: Referred to Committee

Progress:  House | Feb. 02, 2026: Referred to Committee

AI Summary: Use of personal identifying information obtained from Tennessee governmental entities is restricted to non-commercial purposes unless the individual expressly authorizes commercial use. Persons requesting such information must present valid identification and sign an affidavit affirming the information will not be used or sold commercially. Violations are classified as Class B misdemeanors with a \$500 fine per offense.

**SB 1713 (HB 1664) - Requires state and local entities to annually certify they have not used DEI preferences.** [State Website](#) 

J. Johnson (R), A. Maberry (R) | State Government

SB 1713: Mar. 12, 2026 - **Senate passed with amendment 1 (014163)**, which requires the executive head of each department, agency, or other unit of state government; the executive head of each county, municipal, metropolitan government; and the executive head or president of each public institution of higher education or the chief executive head of any of its campuses to submit an annual attestation of compliance with the prohibition on their use of discriminatory preferences to increase diversity, equity, and inclusion to the Comptroller of the Treasury (COT) by January 1, 2027 and by each January 1 thereafter.

HB 1664: Mar. 11, 2026 - Set for House State & Local Government Committee on Mar 18, 2026.

As introduced, requires the executive head of each state department or agency, local government, and public institution of higher education to submit an annual attestation to the comptroller of the treasury that such entity has not implemented a discriminatory preference to increase diversity, equity, or inclusion. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4; Title 5; Title 6; Title 7 and Title 49, relative to discriminatory preferences.

Legislative  Senate | Mar. 12, 2026: Passed

Progress:  House | Jan. 21, 2026: Referred to House Departments and Agencies Subcommittee

AI Summary: Annual attestations of compliance with prohibitions on discriminatory preferences are required to be submitted by the executive heads of state departments, county governments, municipal governments, metropolitan governments, and public institutions of higher education to the Tennessee comptroller of the treasury starting January 1, 2027, and annually thereafter. The scope of reporting includes all units of government and higher education campuses subject to the specified Tennessee Code sections. This requirement is established by amendments to Tennessee Code Annotated Titles 4, 5, 6, 7, and 49 under SB 1713/HB 1664.

Amendment Summary: Senate amendment 1 (014163) requires the executive head of each department, agency, or other unit of state government; the executive head of each county, municipal, metropolitan government; and the executive head or president of each public institution of higher education or the chief executive head of any of its campuses to submit an annual attestation of compliance with the prohibition on their use of discriminatory preferences to increase diversity, equity, and inclusion to the Comptroller of the Treasury (COT) by January 1, 2027 and by each January 1 thereafter.

**SB 1720 (HB 1659) - Confidentiality of addresses on nominating petitions for the office of judge, chancellor or district attorney general.** [State Website](#) 

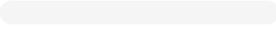
F. Haile (R), J. Moon (R) | Media & Publishing

SB 1720: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 1659: Jan. 15, 2026 - Intro., P1C.

As introduced, makes the addresses on a nominating petition for the office of judge, chancellor, district attorney general, and public defender confidential; makes the application materials submitted by an individual when seeking employment with a governmental entity confidential.

Caption: AN ACT to amend Tennessee Code Annotated, Title 2 and Title 10, Chapter 7, relative to public records.

Legislative Progress:  Senate | Jan. 15, 2026: Filed

House | Jan. 14, 2026: Filed

AI Summary: Addresses on nominating petitions for judicial, chancellor, district attorney general, and public defender offices are made confidential and exempt from public inspection under Tennessee Code Annotated. Application materials submitted by individuals seeking employment with governmental entities are also exempted from public records disclosure. These provisions are enacted under HB 1659/SB 1720 in Tennessee.

**SB 1769 (HB 1843) - Prohibits utility rate increases for customers aged 65 and older with an age verification process established by the Tennessee Public Utilities Commission.** [State Website](#) 

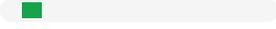
L. Lamar (D), L. Miller (D) | Utilities

SB 1769: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 1843: Mar. 11, 2026 - Set for House Business and Utilities Subcommittee on Mar 18, 2026.

As introduced, prohibits a utility that provides electric, water, wastewater, or natural gas services from increasing the rate charged to customers who are 65 years of age or older upon notice that the customer qualifies for such rate cap pursuant to an age verification process established by the Tennessee public utilities commission by rule. Requires notification to customers of the rate cap program within 90 days of a final rule. Authorizes TPUC to promulgate a rule to develop an age verification and notification process. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4; Title 7; Title 47, Chapter 18; Title 64; Title 65; Title 67 and Title 68, relative to utilities.

Legislative Progress:  Senate | Jan. 22, 2026: Referred to Committee

House | Feb. 02, 2026: Referred to Committee

AI Summary: A rate cap is imposed on electric, water, wastewater, and natural gas services for senior citizen customers aged 65 or older, effective January 1, 2027, provided they notify their utility through an age verification process established by the Tennessee Public Utilities Commission. Utilities must notify all customers about the availability of this rate cap within 90 days of the commission's rule adoption, and noncompliance may result in sanctions and civil penalties payable to the commission. The commission is authorized to promulgate rules and enforce these provisions under the Uniform Administrative Procedures Act.

**SB 1771 (HB 1720) - Allows certain counties to restrict municipal or regional zoning authority beyond municipal boundaries.** [State Website](#) 

A. Lowe (R), T. Hicks (R) | Local Government

SB 1771: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 1720: Mar. 11, 2026 - Set for House Finance, Ways, and Means Subcommittee on Mar 18, 2026.

As introduced, authorizes certain counties to adopt a resolution prohibiting a municipality or regional zoning commission from exercising zoning authority outside of the boundaries of the municipality. Specifies that bill is applicable to counties with a population of less than 341,500 according to the 2020 or a subsequent federal census. Also specifies that bill is not applicable to a county with a metropolitan form of government.

Caption: AN ACT to amend Tennessee Code Annotated, Title 5; Title 6; Title 7 and Title 13, relative to zoning outside of municipal boundaries.

Legislative Progress:  Senate | Jan. 22, 2026: Referred to Committee

House | Feb. 11, 2026: Recommended By Full Committee

AI Summary: Zoning authority outside municipal boundaries is prohibited for municipalities and regional planning commissions in counties with populations under 341,500, excluding metropolitan counties, upon a county legislative body's majority vote. Existing zoning ordinances outside municipal limits become void and unenforceable following such a resolution, with provisions allowing interlocal agreements to manage ongoing development obligations. This restriction does not prevent counties and municipalities from entering lawful interlocal agreements.

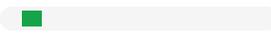
**reimbursement for high-cost projects.**

S. Reeves (R) | Transportation General

Feb. 05, 2026 - Withdrawn in Senate.

As introduced, requires the commissioner of transportation to establish rules governing reimbursement of relocation costs to a utility. Requires reimbursement of at least \$2.5 million for projects with utility relocation costs exceeding \$2.5 million. Requires the department to approve a utility owner's plan to accomplish the proposed new location of utility facilities in highway rights-of-way if the proposal would effectuate the relocation at the lowest cost to the utility's ratepayers. Makes other related revisions. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4 and Title 54, relative to utility relocation projects by the department of transportation.

Legislative  Jan. 22, 2026: Referred to Committee

Progress:

AI Summary: Senate Bill 1792 amends Tennessee Code Annotated to align the statutory definition of "utility" with existing Department of Transportation policy, explicitly including modern broadband and fiber optic infrastructure for relocation reimbursement. It establishes a statutory minimum reimbursement cap of \$2.5 million for utility relocation projects exceeding that amount, while granting the transportation commissioner discretion to authorize higher payments based on factors such as project complexity, utility impacts, and ratepayer protection. Rules are mandated to govern reimbursement procedures, promote financial prudence, and ensure equitable treatment of utilities and their customers during highway construction-related relocations.

**SB 1810 (HB 1744) - Cash transactions if pennies are no longer produced.**

S. Reeves (R), C. Baum (R) | Commercial Law

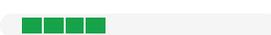
SB 1810: Mar. 02, 2026 - Sent to the speakers for signatures.

HB 1744: Feb. 23, 2026 - **House passed with amendment 1 (012839)** which authorizes a private entity, or its employees or contractors, engaged in business with the public and accepting cash payments for transactions, or a financial institution that provides currency in exchange for a payment instrument received, to round to the nearest nickel if exact change is unavailable. Specifies that rounding to the nearest nickel does not apply to electronic transactions or sales tax calculations.

As introduced, establishes requirements for entities engaged in business with the public in rounding a cash transaction to the nearest nickel if the penny is no longer in production. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 9; Title 45; Title 47, Chapter 50; Title 47, Chapter 18 and Title 67, relative to cash transactions.

Legislative  Senate | Mar. 02, 2026: Engrossed Sent To Governor

Progress:  House | Feb. 11, 2026: Recommended By Full Committee

AI Summary: Rounding of cash transactions to the nearest nickel is authorized in Tennessee when exact change is unavailable, with specific rounding rules based on the transaction's cent value. This applies to private entities and financial institutions handling cash payments, excludes electronic transactions, and requires exact sales tax calculation and remittance. HB 1744/SB 1810 modifies existing law to permit optional rounding under these conditions and clarifies that rounding does not affect tax obligations.

Amendment Summary: House amendment 1 (012839) authorizes a private entity, or its employees or contractors, engaged in business with the public and accepting cash payments for transactions, or a financial institution that provides currency in exchange for a payment instrument received, to round to the nearest nickel if exact change is unavailable. Specifies that rounding to the nearest nickel does not apply to electronic transactions or sales tax calculations. Exempts rounding a cash transaction to the nearest nickel if the penny is no longer in production from claim eligibility under the Consumer Protection Act of 1977.

**SB 1892 (HB 1928) - TDEC approval of proposed subdivision plans.**

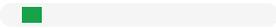
J. Bowling (R), R. Bricken (R) | Environment & Nature

SB 1892: Feb. 03, 2026 - Withdrawn in Senate.

HB 1928: Feb. 02, 2026 - Introduced in the House.

As introduced, requires proposed subdivision plans to be approved by a local planning commission or other agency authorized to approve such plans prior to their submission to the department of environment and conservation for approval rather than such plans being approved by the department first. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 5; Title 6; Title 7; Title 13 and Title 68, Chapter 221, relative to permits.

Legislative Progress:  Senate | Feb. 02, 2026: Referred to Committee

House | Jan. 22, 2026: Filed

AI Summary: Approval of proposed subdivisions is conditioned on local planning commission or authorized agency approval, and the Department of Environment and Conservation is required to update its website to allow upload of official subdivision approval documentation. Tennessee Code Annotated Section 68-221-407 is amended to reflect these changes, effective July 1, 2026, applying to permit applications approved after that date.

Comments:

Don Scholes, 1/29/2026, 11:53 AM: This is probably a caption bill. As written, it appears to give the local planning commission the ability to approve water and wastewater infrastructure plans before the submission to TDEC. Poorly drafted is this is the intent. TAUD needs to oppose a written.

**SB 1922 (HB 1705) - Requires state and local government employers to use E-Verify for new hires.** [State Website](#) 

R. Briggs (R), T. Rudd (R) | Government Regulation

SB 1922: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 1705: Mar. 16, 2026 - **House passed.**

As introduced, beginning July 1, 2026, requires all state and local governmental employers to verify the work authorization status of each prospective employee through the federal E-Verify program prior to employment. Authorizes the attorney general and reporter to enforce compliance with the requirement against local governments and subjects a noncompliant local government to the withholding of all funds of this state allocated to the local government via grant, contract, or statute, including, but not limited to, state-shared taxes. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4; Title 5; Title 6; Title 7; Title 8; Title 12 and Title 50, relative to employment.

Legislative Progress:  Senate | Feb. 02, 2026: Referred to Senate Commerce and Labor Committee

 House | Mar. 16, 2026: Passed

AI Summary: Requirements are imposed on Tennessee state and local government employers to verify the work authorization status of all prospective employees using the federal E-Verify program starting July 1, 2026. Enforcement mechanisms authorize the attorney general to investigate violations and withhold state funds from local governments or local education agencies that fail to comply. Definitions of "employee," "employer," and "local government action" are clarified, and documentation of E-Verify results must be maintained throughout employment.

**SB 1932 (HB 1862) - Confidentiality requirements for certain personal information of elected state and local public officials.** [State Website](#) 

J. Yarbro (D), S. Brooks (D) | Media & Publishing

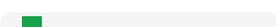
SB 1932: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 1862: Mar. 12, 2026 - Set for House Public Service Subcommittee on Mar 18, 2026.

As introduced, requires that certain personally identifying information of elected state and local public officials be maintained confidentially with limited exceptions.

Caption: AN ACT to amend Tennessee Code Annotated, Title 2 and Title 10, Chapter 7, relative to elected public officials.

Legislative Progress:  Senate | Feb. 02, 2026: Referred to Senate State and Local Government Committee

 House | Feb. 02, 2026: Referred to Committee

AI Summary:

Personally identifying information of elected state and local public officials is made confidential and exempt from public inspection under Tennessee Code Annotated Section 10-7-504(f)(12), with required redaction wherever possible. Exceptions allow access by law enforcement, courts, governmental agencies performing official functions, and when the official consents to disclosure, without limiting access to currently open personnel records. This confidentiality provision takes effect July 1, 2026.

**SB 1958 (HB 1971) - Limits the ability of individuals to seek court orders challenging the legality or constitutionality of state government actions.** [State Website](#) 

J. Stevens (R), A. Farmer (R) | Judiciary

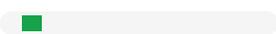
SB 1958: Feb. 17, 2026 - **Failed in Senate Judiciary.**

HB 1971: Mar. 12, 2026 - Set for House Judiciary Committee on Mar 18, 2026.

As introduced, removes the right of a cause of action for any affected person who seeks declaratory and injunctive relief in any action brought regarding the legality or constitutionality of a state governmental action.

Caption: AN ACT to amend Tennessee Code Annotated, Title 1, Chapter 3 and Title 49, relative to causes of action.

Legislative  Senate | Jan. 22, 2026: Filed

Progress:  House | Feb. 04, 2026: Referred to Committee

AI Summary: Sovereign immunity is reaffirmed by repealing Tennessee Code Annotated Section 1-3-121 and limiting causes of action against the state and its officials. A new cause of action is established allowing affected persons to seek declaratory or injunctive relief solely against political subdivisions of Tennessee for governmental actions, excluding claims for damages or challenges to state statutes. Definitions of political subdivisions are clarified, and the act includes severability and immediate effective date provisions.

**SB 1962 (HB 1983) - Limits hard water levels in public water systems.** [State Website](#) 

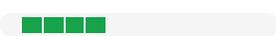
M. Pody (R), R. Grills (R) | Utilities

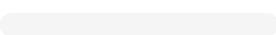
SB 1962: Mar. 11, 2026 - Senate Energy, Agriculture & Natural Resources recommended with amendment 1 (014549), which requires a community water system serving a population of 10,000 or more persons that seeks state funds for a system upgrade to first demonstrate to the Department of Environment and Conservation (TDEC) that the system's average hardwater level in the preceding calendar year was below 180 milligrams per liter (180mg/L). Requires that if a community water system's average hardwater level equaled or exceeded 180 mg/L in the preceding calendar year, the water system is ineligible to receive state funds for a system upgrade, unless the system demonstrates to the Department that water softening treatment will be part of the system upgrade for which the water system is seeking state funds. Exempts the receipt of state funds for routine maintenance, repairs that cost less than \$25,000, administrative expenses, or operational costs from triggering a demonstration that a system's average hardwater level in the preceding calendar year was below 180mg/L. Establishes that a community water system serving a population of 10,000 or more persons that demonstrates hardwater levels exceeding 180 mg/L directly caused by seasonal runoff are temporarily exempt from the maximum hardwater standard during the affected period. Requires public water systems subject to the requirements of this section to monitor hardwater levels and include the results of the monitoring in the annual water quality reports. Sent to Senate Finance.

HB 1983: Mar. 12, 2026 - Set for House Agriculture and Natural Resources Subcommittee on Mar 18, 2026.

As introduced, establishes that public water systems have a maximum allowable hardwater level of 180 mg/L, measured as calcium carbonate equivalents. Creates compliance and reporting requirements. Exempts measurements that exceed the limit due to seasonal runoff in certain circumstances.

Caption: AN ACT to amend Tennessee Code Annotated, Title 68, Chapter 221, Part 7, relative to hardwater standards.

Legislative  Senate | Mar. 11, 2026: Recommended By Full Committee

Progress:  House | Jan. 22, 2026: Filed

AI Summary: Maximum hardwater level standards are established for public water systems in Tennessee, setting a limit of 180 mg/L as calcium carbonate equivalents. Compliance is required for systems receiving state funds for upgrades costing \$25,000 or more starting July 1, 2026, with exemptions allowed for seasonal runoff under specified conditions. Monitoring and reporting of hardwater levels are mandated, and enforcement is assigned to the relevant department. A

proposed amendment would limit these requirements to community water systems serving 10,000 or more people, requiring such systems to demonstrate average hardwater levels below 180 mg/L before receiving state funds unless water softening treatment is included in upgrades, and it modifies the seasonal runoff exemption provisions accordingly.

Amendment  
Summary:

Senate Energy, Agriculture and Natural Resources Committee amendment 1 (014549) requires a community water system serving a population of 10,000 or more persons that seeks state funds for a system upgrade to first demonstrate to the Department of Environment and Conservation (TDEC) that the system's average hardwater level in the preceding calendar year was below 180 milligrams per liter (180mg/L). Requires that if a community water system's average hardwater level equaled or exceeded 180 mg/L in the preceding calendar year, the water system is ineligible to receive state funds for a system upgrade, unless the system demonstrates to the Department that water softening treatment will be part of the system upgrade for which the water system is seeking state funds. Exempts the receipt of state funds for routine maintenance, repairs that cost less than \$25,000, administrative expenses, or operational costs from triggering a demonstration that a system's average hardwater level in the preceding calendar year was below 180mg/L. Establishes that a community water system serving a population of 10,000 or more persons that demonstrates hardwater levels exceeding 180 mg/L directly caused by seasonal runoff are temporarily exempt from the maximum hardwater standard during the affected period. Requires public water systems subject to the requirements of this section to monitor hardwater levels and include the results of the monitoring in the annual water quality reports.

Priority: ●●● High Position: ● Oppose

### **SB 2022 (HB 2383) - Commissioner of TDOT to establish rules governing reimbursement of [State Website](#) relocation costs to a utility.**

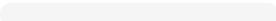
S. Reeves (R), K. Vaughan (R) | Transportation General

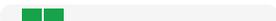
SB 2022: Mar. 11, 2026 - [Taken off notice](#) in Senate Transportation.

HB 2383: Feb. 05, 2026 - Referred to House Transportation Subcommittee.

As introduced, requires the commissioner of transportation to establish rules governing reimbursement of relocation costs to a utility; requires reimbursement of at least \$2.5 million for projects with utility relocation costs exceeding \$2.5 million; requires the department to approve a utility owner's plan to accomplish the proposed new location of utility facilities in highway rights-of-way if the proposal would effectuate the relocation at the lowest cost to the utility and its ratepayers; makes other related revisions.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4 and Title 54, relative to utility relocation projects.

Legislative  Senate | Jan. 22, 2026: Filed

Progress:  House | Feb. 05, 2026: Referred to Subcommittee

AI Summary: Utility relocation reimbursement policies are codified and expanded to explicitly include modern broadband and fiber optic infrastructure under HB 2383 (Tennessee). A statutory minimum reimbursement cap of \$2.5 million per project is established, with discretionary authority granted to the Commissioner to approve higher amounts based on factors such as project complexity, utility impacts, and ratepayer protection. Rules are mandated to govern reimbursement procedures, utility obligations, and dispute resolution, effective July 1, 2026.

### **SB 2057 (HB 2385) - Utility system providing waste water service.**

[State Website](#)

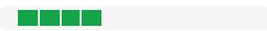
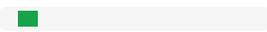
B. Taylor (R), K. Vaughan (R) | Utilities

SB 2057: Mar. 09, 2026 - [Senate passed.](#)

HB 2385: Mar. 11, 2026 - Set for House Finance, Ways, and Means Subcommittee on Mar 18, 2026.

As introduced, clarifies that a utility system providing waste water service must provide a connection to the owner of real property for waste water service when the utility system has an existing gravity sewer line located adjacent to the owner's property, not just where the utility system has an existing gravity sewer line on such property.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 35; Title 7, Chapter 82 and Title 68, Chapter 221, relative to sewer systems.

Legislative  Senate | Mar. 04, 2026: Recommended By Full Committee  
Progress:  House | Feb. 05, 2026: Referred to Committee

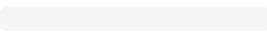
AI Summary: Requirements are imposed on property owners regarding existing gravity sewer lines, specifying that such lines must be located on or adjacent to the owner's property within the street right-of-way, public access easement, or public utility easement. Tennessee Code Annotated Section 7-82-710(a)(1) is amended to clarify the location criteria for gravity sewer lines in relation to property boundaries. This amendment applies to sewer system regulations under Titles 7 and 68 in Tennessee. The changes take effect immediately upon becoming law.

**SB 2127 (HB 2040) - Criminal offense of intentionally communicating a threat of harm to a public official or a member of official's family.** [State Website](#) 

B. Taylor (R), A. Parkinson (D) | Criminal Law  
SB 2127: Feb. 03, 2026 - Withdrawn in Senate.  
HB 2040: Feb. 02, 2026 - Withdrawn in House.

As introduced, creates the criminal offense of intentionally communicating a threat of harm to a public official or a member of the public official's immediate family; punishes a violation as a Class E felony.

Caption: AN ACT to amend Tennessee Code Annotated, Title 39, relative to threats against certain persons.

Legislative  Senate | Jan. 22, 2026: Filed  
Progress:  House | Jan. 23, 2026: Filed

AI Summary: An offense is created for intentionally communicating a threat of harm to a public official or their immediate family due to the official's capacity, punishable as a Class E felony. Definitions clarify "communicate," "immediate family," and "public official" consistent with existing statutes. The law takes effect July 1, 2026.

Comments:

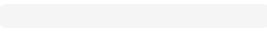
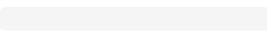
Don Scholes, 1/23/2026, 12:14 PM: Only applies to elected officials.

**SB 2147 (HB 2486) - Allows the Tennessee Duck River Development Agency to submit annual reports electronically.** [State Website](#) 

M. Pody (R), K. Haston (R) | Regional Authorities  
SB 2147: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.  
HB 2486: Feb. 05, 2026 - P2C, caption bill, held on desk - pending amdt.

As introduced, permits the board of directors of the Tennessee Duck River Development Agency to file annual reports electronically. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4, Chapter 14; Title 4, Chapter 31; Title 7; Title 13; Title 64; Title 66; Title 67 and Chapter 68 of the Private Acts of 2024, relative to development authorities.

Legislative  Senate | Jan. 23, 2026: Filed  
Progress:  House | Feb. 03, 2026: Filed

AI Summary: Electronic submission of annual reports by development authorities is authorized by amending Tennessee Code Annotated, Section 64-1-606. The change applies to reports required under Title 64 and related private acts of 2024. The amendment takes effect immediately upon becoming law.

Comments:

Don Scholes, 1/29/2026, 12:04 PM: This is a caption bill TAUD will track.

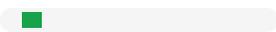
**SB 2152 (HB 2024) - Makes changes to the Underground Utility Damage Prevention Act.** [State Website](#) 

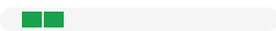
P. Walley (R), P. Marsh (R) | Utilities  
SB 2152: Mar. 03, 2026 - **Taken off notice** in Senate State & Local Government.  
HB 2024: Feb. 04, 2026 - Referred to House Business & Utilities Subcommittee.

As introduced, increases, from 15 to 20, the number of calendar days that may pass from the actual date specified in the first notice after a person responsible for excavation or demolition has given the notice of the intent to excavate or

demolish before the person is required to serve additional notice if the excavation or demolition has not yet been completed; makes other changes to the Underground Utility Damage Prevention Act.

Caption: AN ACT to amend Tennessee Code Annotated, Title 65, Chapter 31, Part 1, relative to underground utility damage prevention.

Legislative Progress:  Senate | Feb. 05, 2026: Referred to Senate State and Local Government Committee

 House | Feb. 04, 2026: Referred to House Business and Utilities Subcommittee

AI Summary: Underground utility damage prevention regulations are amended in Tennessee by extending the notification period from 15 to 20 calendar days and adding "dredging" to the definition of excavation activities. Digital locating is defined as applying visual indicators to digital imagery or electronic maps to mark underground utilities, and the requirement for electric white lining is replaced with a mandatory pre-excavation meeting between excavators and utility operators. The use of vacuum excavation is authorized for locating or protecting underground facilities after notification, and digital locating records are incorporated into facility record requirements.

### **SB 2162 (HB 2616) - Allows governing bodies to hold executive sessions to discuss employment of director-level staff.**

[State Website](#) 

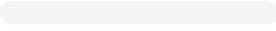
R. Briggs (R), T. Hill (R) | Public Employees

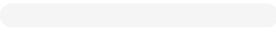
SB 2162: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 2616: Mar. 11, 2026 - Set for House Public Service Subcommittee on Mar 18, 2026.

As introduced, authorizes governing bodies to conduct executive sessions for the purpose of considering employment and interviewing of director-level staff for such governing body.

Caption: AN ACT to amend Tennessee Code Annotated, Title 8, relative to executive sessions for consideration of employment by a governing body.

Legislative Progress:  Senate | Feb. 02, 2026: Filed

Progress:  House | Feb. 03, 2026: Filed

AI Summary: Executive sessions are authorized for governing bodies to interview director-level staff applicants without public notice, while decisions must be made in open meetings. Attendance is restricted to governing body members, relevant staff, and applicants, with minutes disclosing all attendees except applicants. Applicant materials remain confidential upon request unless the applicant is selected, in which case records may be subject to public disclosure under Tennessee law.

### **SB 2175 (HB 2205) - Gives priority to water system projects in rural counties for loan fund consideration.**

[State Website](#) 

K. Yager (R), K. Keisling (R) | Environment & Nature

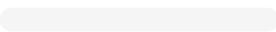
SB 2175: Mar. 16, 2026 - **Senate passed.**

HB 2205: Mar. 11, 2026 - House Agriculture & Natural Resources Subcommittee recommended. Sent to full committee.

As introduced, requires the department of environment and conservation to add water system projects located in rural counties to the priority list for consideration for loans from the water system revolving loan fund.

Caption: AN ACT to amend Tennessee Code Annotated, Title 68, Chapter 221, relative to water.

Legislative Progress:  Senate | Mar. 11, 2026: Recommended By Full Committee

Progress:  House | Feb. 02, 2026: Filed

AI Summary: A new subdivision is added to Tennessee Code Annotated Section 68-221-1205(c) to include water systems located in rural counties, defined as counties with populations under 57,000 based on the 2020 or subsequent federal census. The amendment expands regulatory provisions to specifically address rural counties. The act takes effect immediately upon becoming law.

### **SB 2191 (HB 2386) - Allows political subdivisions to share costs with developers for public infrastructure projects.**

[State Website](#) 

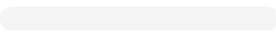
B. Taylor (R), K. Vaughan (R) | Utilities

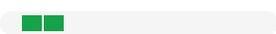
SB 2191: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 2386: Mar. 11, 2026 - Set for House Cities and Counties Subcommittee on Mar 18, 2026.

As introduced, authorizes a political subdivision to enter into a cost-sharing agreement with a developer for the development of certain public infrastructure. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 5; Title 6; Title 7; Title 13; Title 65 and Title 68, relative to infrastructure development.

Legislative  Senate | Feb. 02, 2026: Filed

Progress:  House | Feb. 05, 2026: Referred to Subcommittee

AI Summary: Cost-sharing arrangements are authorized between developers and political subdivisions in Tennessee for offsite public infrastructure improvements necessary to service private developments, with costs apportioned based on the development's impact or utilization. Political subdivisions must determine the need for such improvements within 60 days of a development approval request, and unresolved cost-sharing disputes may be referred to the Tennessee Board of Utility Regulation for determination. Funding for the political subdivision's share may come from impact fees, bond proceeds, or unencumbered tax revenues.

Comments:

Don Scholes, 2/5/2026, 5:01 PM: As written, this bill does not include utility districts or utility authorities.

### **SB 2199 (HB 1913) - Regulatory Freedom Act of 2026.**

[State Website](#) 

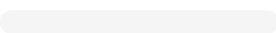
J. Johnson (R), C. Boyd (R) | Government Regulation

SB 2199: Feb. 02, 2026 - Filed for introduction

HB 1913: Feb. 02, 2026 - Introduced in the House.

As introduced, enacts the "Regulatory Freedom Act of 2026." Requires an agency holding a hearing as part of its rulemaking process to make a good faith effort to notify each trade association or organization operating in this state that represents the regulated community and that may be impacted by the new or amended rule at least 45 days prior to the public hearing for which there is a period of public comment regarding the new or amended rule. Specifies that the notice must be sent by electronic mail and must include a copy of the new or amended rule. Also specifies that the notice must request that the association or organization provide comments during any such period of public comment, or provide such comments directly to the agency, for the purpose of generating a fiscal impact statement. Defines "fiscal impact statement" to mean the estimate of the actual cost of compliance of a new or amended rule based on its projected and collective fiscal impact on the regulated industry, trade, business, or community, excluding speculative, anti-competitive, or hypothetical costs, and the assumptions and reasoning upon which the actual costs of compliance are based. Specifies other requirements for agencies in regard to fiscal impact statements. Makes other revisions related to public hearings by agencies.

Caption: AN ACT to amend Tennessee Code Annotated, Title 4, Chapter 5, relative to administrative rules.

Legislative  Senate | Feb. 02, 2026: Filed

Progress:  House | Jan. 22, 2026: Filed

AI Summary: Requirements are imposed on Tennessee state agencies to publish new or amended administrative rules prominently and notify relevant trade associations at least 45 days before public hearings. Fiscal impact statements estimating actual compliance costs must be generated after public comment periods, include feedback from affected industries, and be reviewed by the fiscal review committee if costs exceed specified thresholds, with rules exceeding \$1 million in impact requiring legislative approval. Provisions are added for annual reporting of fiscal impacts, repeal procedures for rules, and expiration or legislative approval processes for emergency rules with significant fiscal effects.

### **SB 2237 (HB 2552) - Local governments must respond to development applications within 30 days and formalize contract changes in writing.**

[State Website](#) 

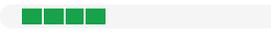
J. Johnson (R), W. Lamberth (R) | Local Government

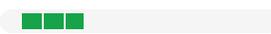
SB 2237: Mar. 10, 2026 - Senate State & Local Government recommended with amendment 1 (014771).

HB 2552: Mar. 11, 2026 - Set for House State & Local Government Committee on Mar 18, 2026.

As introduced, requires a local government to approve, deny, or identify deficiencies in a development application, development plan, or a site inspection submitted by a developer within 30 days. Requires changes in contracts between local governments and contractors or developers to be in writing; requires a local government to release a contractor or developer from its required bond within 30 days of receiving a determination from an independent inspector that the contractor or developer has completed all work required by the contract. Makes other related changes.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7, relative to local governments.

Legislative Progress:  Senate | Mar. 10, 2026: Recommended By Full Committee

Progress:  House | Mar. 11, 2026: Recommended By Subcommittee

AI Summary: Local governments in Tennessee are required to approve or provide written deficiency reports for development applications within specified timeframes, with applications deemed approved if no timely response is given. Developers may receive partial fee refunds if applications are denied after two deficiency reports. Contracts between local governments and developers or contractors cannot be unilaterally amended, and local governments must release bonds within set periods following independent inspections confirming contract completion. A proposed amendment would extend approval timelines, require placing approvals and bond releases on planning commission or governing body agendas, and allow conditional approvals after unresolved deficiencies, but this amendment has not yet been adopted. These provisions take effect January 1, 2027, and do not apply to contracts existing before December 31, 2026.

Amendment Summary: Senate State & Local Government Committee amendment 1, House Cities & Counties Subcommittee amendment 1 (014771) establishes additional requirements of a municipality, county, or metropolitan form of government (local government) regarding reviews of development applications, development plans, and site inspections submitted by developers or contractors. Effective January 1, 2027.

Comments:

Don Scholes, 2/5/2026, 5:07 PM: As written, this does not apply to utility districts or utility authorities

### **SB 2264 (HB 2073) - Defines certain government entities as employers of lobbyists when they hire contractors or representatives for lobbying purposes.** [State Website](#)

A. Lowe (R), L. Reeves (R) | Campaigns & Lobbying

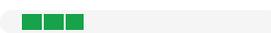
SB 2264: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 2073: Mar. 11, 2026 - Set for House State & Local Government Committee on Mar 18, 2026.

As introduced, provides that a school board, municipal utility, utility district, and department, agency, or entity of county or municipal government that employs a contractor, subcontractor, or representative for purposes of lobbying is deemed to be an employer of a lobbyist. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 2; Title 3 and Title 8, relative to lobbying.

Legislative Progress:  Senate | Feb. 05, 2026: Referred to Senate State and Local Government Committee

Progress:  House | Mar. 04, 2026: Recommended By Subcommittee

AI Summary: The definition of employer of a lobbyist in Tennessee Code Annotated § 3-6-301(15)(D) is amended to specify that when a state government department, agency, or entity employs a contractor, subcontractor, or representative to engage in lobbying, the department, agency, or entity is not considered the employer of the lobbyist. This change clarifies the scope of employer responsibility for lobbyists engaged by state government contractors. The amendment takes effect immediately upon becoming law.

### **SB 2313 (HB 2390) - Gibson County - utility district commissioners to serve more than two consecutive terms.** [State Website](#)

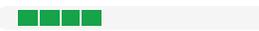
J. Stevens (R), B. Martin (R) | Local Government

SB 2313: Feb. 26, 2026 - **Senate passed.**

HB 2390: Mar. 09, 2026 - Sent to the speakers for signatures.

As introduced, clarifies that commissioners for utility districts created pursuant to the Utility District Law of 1937 in Gibson County are not prohibited from serving more than two consecutive terms.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 82, Part 3, relative to utilities.

Legislative  Senate | Feb. 24, 2026: Recommended By Full Committee  
Progress:  House | Mar. 09, 2026: Engrossed Sent To Governor

AI Summary: Eligibility for serving more than two consecutive terms as a utility commissioner is expanded to include counties with populations within specific narrow ranges based on the 2020 federal census or any subsequent census. The population ranges specified are approximately 28,800 to 28,900, 42,700 to 42,800, and 50,400 to 50,500. This amendment to Tennessee Code Annotated Section 7-82-307(a)(2)(D) takes effect immediately upon becoming law.

**SB 2334 (HB 2407) - Choosing project delivery method for qualified construction projects** [State Website](#)   
**by local government.**

T. Gardenhire (R), R. Scarbrough (R) | Local Government

SB 2334: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 2407: Mar. 11, 2026 - Set for House State & Local Government Committee on Mar 18, 2026.

As introduced, authorizes a local government having revenues of at least 20 million dollars in the prior fiscal year to use any project delivery method that the local government determines most effectively meets the needs of the local government for the construction of qualified local projects.

Caption: AN ACT to amend Tennessee Code Annotated, Title 12, Chapter 3, Part 12, relative to construction project delivery methods.

Legislative  Senate | Feb. 05, 2026: Referred to Committee

Progress:  House | Mar. 11, 2026: Recommended By Subcommittee

AI Summary: Local governments in Tennessee with revenues of at least \$20 million may select any construction project delivery method—construction manager at-risk, design-bid-build, or design-build—through a competitive proposal process authorized by local ordinances for qualified projects exceeding \$5 million. Definitions for project delivery methods and qualified local projects are established to clarify application. This authority overrides conflicting laws and applies to counties, municipalities, utility districts, local education agencies, and similar entities.

Amendment Summary: House Cities & Counties Subcommittee amendment 1 (015401) authorizes any county, municipality, metropolitan government, town, utility district, utility authority, local education agency, or other local governmental entity (local governmental entities, or LGEs), having general government revenues of at least \$150,000,000, if the LGE is a county or metropolitan government, or \$125,000,000, if the LGE is a municipality or other LGE, and which has a full-time purchasing agent or other full-time procurement employee, to use any project delivery method it determines is most effective to meet its needs for the construction of qualified local projects; provided, that: (1) the party providing such delivery method be selected through a competitive proposal process, and (2) ordinances, rules, and regulations of the subject local government authorize such competitive proposal process. Establishes requirements which must be included within any competitive proposal process.

**SB 2418 (HB 2069) - Requires attorney general approval of contingent fee contracts for** [State Website](#)   
**legal services by local governments.**

J. Stevens (R), C. Todd (R) | Government Contracts

SB 2418: Mar. 16, 2026 - Senate Judiciary recommended with amendment 1 (0145500). Sent to Calendar Committee.

HB 2069: Mar. 11, 2026 - Set for House State & Local Government Committee on Mar 18, 2026.

As introduced, requires proposed contingent fee contracts for legal services between a political subdivision of this state and a private-sector attorney to be approved by the attorney general and reporter prior to execution of the contract. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7; Title 8 and Title 29, relative to lawsuits.

Legislative  Senate | Feb. 05, 2026: Referred to Committee

Progress:  House | Mar. 11, 2026: Recommended By Subcommittee

AI Summary: Contingent fee contracts for legal services by Tennessee political subdivisions are regulated by requiring public meetings with detailed disclosures, written findings justifying the contract, and approval by the attorney general and reporter before execution. Contracts must demonstrate a substantial need, inability to perform services internally or under hourly contracts, and be in the

public interest, with the attorney general empowered to refuse approval or intervene in unauthorized cases. These provisions apply to contracts entered into or modified after July 1, 2026, under HB 2069/SB 2418.

Amendment  
Summary:

House Cities & Counties Subcommittee amendment 1 (015064) establishes the process by which a political subdivision may enter into a contingent fee contract for legal services with a private attorney. Requires such contract to be approved by the Attorney General and Reporter (AG) prior to execution. Authorizes the AG to intervene in any proceeding in which a political subdivision is represented by an attorney providing legal services under a contingent fee contract that was not approved by the AG, and to request that the proceeding be dismissed. Requires the court or quasijudicial body to dismiss a matter if the body concludes that the contract for legal services was not approved in accordance with this Act. Requires a political subdivision to submit to the AG for review and approval by July 1, 2026, any contingent fee contract for legal services that was entered into prior to the effective date of this Act. Limits the public nuisance causes of actions and remedies for such that are available to a governmental entity. Specifies actions or conditions that may not be considered a public nuisance or be the basis for a public nuisance cause of action. Limits a public nuisance cause of action that is available to a private person by requiring such person to have sustained a special injury proximately caused by the public nuisance that the person can show the existence of by clear and convincing evidence.

**SB 2450 (HB 2114) - Allows local governments to publish public notices online to meet**

[State Website](#) 

**legal requirements.**

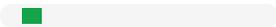
B. Powers (R), J. Crawford (R) | Government Regulation

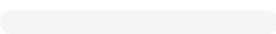
SB 2450: Mar. 11, 2026 - Set for Senate State and Local Government Committee on Mar 17, 2026.

HB 2114: Mar. 11, 2026 - Set for House Public Service Subcommittee on Mar 18, 2026.

As introduced, permits local governments to meet certain public notice requirements by publishing notices electronically online. Broadly captioned.

Caption: AN ACT to amend Tennessee Code Annotated, Title 1, Chapter 3 and Title 8, Chapter 44, relative to public notices.

Legislative  Senate | Feb. 05, 2026: Referred to Committee

Progress:  House | Feb. 02, 2026: Filed

AI Summary: Requirements are established for local governments in Tennessee to satisfy public notice publication by posting notices electronically online starting July 1, 2027, provided they pass an ordinance or resolution and adopt a policy ensuring accessibility, security, and legal compliance. Electronic public notice systems must offer free, barrier-free access and maintain standardized formats, archiving, and retention protocols, while third-party operators may charge reasonable fees for hosting. Notices mandated by law to appear in newspapers must continue to comply with existing publication requirements.

**SB 2498 (HB 2492) - Requires the department of finance and administration to promulgate**

[State Website](#) 

**rules for cash transaction rounding.**

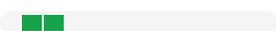
S. Kyle (D), J. Powell (D) | Taxes General

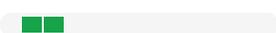
SB 2498: Feb. 24, 2026 - Referred to Senate Finance, Ways & Means Revenue Subcommittee

HB 2492: Feb. 05, 2026 - Referred to House Banking & Consumer Affairs Subcommittee.

As introduced, requires the department of finance and administration to promulgate rules relating to cash transaction rounding.

Caption: AN ACT to amend Tennessee Code Annotated, Title 47, Chapter 18 and Title 67, relative to cash transaction rounding.

Legislative  Senate | Feb. 24, 2026: Referred to Subcommittee

Progress:  House | Feb. 05, 2026: Referred to Subcommittee

AI Summary: Cash transaction rounding to the nearest five cents is mandated, with rules prohibiting rounding practices that systematically favor sellers and requiring receipts to itemize subtotals, rounding adjustments, and total prices. The Tennessee Department of Finance and Administration is directed to promulgate and enforce these rules under the Uniform Administrative Procedures

**SB 2534 (HB 2164) - Extension of Utility Regulatory Jurisdiction to Certain Nonprofit Utility** [State Website](#) 

**Systems.**

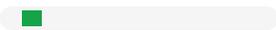
T. Hatcher (R), L. Russell (R) | Utilities

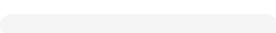
SB 2534: Mar. 11, 2026 - **Taken off notice** in Senate Energy, Agriculture & Natural Resources Committee.

HB 2164: Mar. 11, 2026 - **Taken off notice** in House Business & Utilities Subcommittee.

As introduced, permits a nonprofit property owners association that provides water and wastewater services exclusively to its members to elect regulation of those utility services by the Tennessee board of utility regulation.

Caption: AN ACT to amend Tennessee Code Annotated, Title 7, Chapter 82, Part 7 and Title 65, Chapter 4, Part 1, relative to utilities.

Legislative  Senate | Feb. 05, 2026: Referred to Committee

Progress:  House | Feb. 02, 2026: Filed

AI Summary: Jurisdiction of the Tennessee board of utility regulation is extended to include nonprofit utility systems created in 1985 that govern and maintain communities with at least 5,000 lots or units, provide water and wastewater services exclusively to members, fund some emergency services, and whose governing board has requested such jurisdiction. Tennessee Code Annotated Section 7-82-701(b)(4) is amended to add this provision. The act takes effect immediately upon becoming law.

**HJR 726 - Supports rebuilding the Columbia Dam Project to ensure water supply for growth, development, and recreation.** [State Website](#) 

T. Warner (R) | Environment & Nature

Feb. 04, 2026 - **Taken off notice** in House Agriculture and Natural Resources Subcommittee.

Expresses support for the reconstruction of the Columbia Dam Project on the Duck River and recognizes it as a critical priority to establish an adequate water supply system for sustained growth, economic development, and recreational use.

Caption: A RESOLUTION supporting reconstruction of the Columbia Dam.

Legislative In Process

Progress:

AI Summary: Support is expressed for the reconstruction of the Columbia Dam on the Duck River in Tennessee to restore flood control, water supply, and recreational benefits lost after its demolition. The resolution emphasizes compliance with federal and state environmental and safety laws, including the National Environmental Policy Act, Clean Water Act, and Tennessee Safe Dams Act. The project is recognized as a critical priority to address water resource management, economic development, and population growth in Middle Tennessee.