By: Hopper H.B. No. 4712

## A BILL TO BE ENTITLED

| 1  | AN ACT  |
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| 2  | relating to an annual report by the comptroller of public accounts  |
| 3  | on the fiscal impact to this state of persons not lawfully present. |
| 4  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:             |
| 5  | SECTION 1. Subchapter B, Chapter 403, Government Code, is           |
| 6  | amended by adding Section 403.0304 to read as follows:              |
| 7  | Sec. 403.0304. REPORT ON COST OF PERSONS NOT LAWFULLY               |
| 8  | PRESENT. (a) In this section, "person not lawfully present" means   |
| 9  | a person who is not:  |
| 10 | (1) a citizen or other national of the United States;               |
| 11 | or  |
| 12 | (2) an alien who is lawfully admitted for permanent                 |
| 13 | residence in the United States under the federal Immigration and    |
| 14 | Nationality Act (8 U.S.C. Section 1101 et seq.) or authorized to be |
| 15 | employed by that Act or the United States attorney general.         |
| 16 | (b) Not later than June 30 of each year, the comptroller            |
| 17 | shall post on the comptroller's Internet website and submit to the  |
| 18 | governor, the lieutenant governor, the speaker of the house of      |
| 19 | representatives, and each other member of the legislature a report  |
| 20 | prepared by the comptroller on the fiscal impact on this state of   |
| 21 | the costs associated with persons not lawfully present. At a        |
| 22 | minimum, the report must include the amount of, and an explanation  |
| 23 | of the methodology used to determine, the following costs:          |
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(1) health care costs, including:

| 1  | (A) costs associated with:   |
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| 2  | (i) uncompensated medical care provided to                         |
| 3  | persons not lawfully present by hospitals and health care          |
| 4  | facilities located in this state; and                              |
| 5  | (ii) Medicaid and emergency medical                                |
| 6  | services used by persons not lawfully present; and                 |
| 7  | (B) the impact of health care expenditures                         |
| 8  | described by this subdivision on state and local budgets;          |
| 9  | (2) law enforcement and criminal justice costs,                    |
| 10 | including:   |
| 11 | (A) costs incurred by state and local law                          |
| 12 | enforcement agencies related to criminal activity by persons not   |
| 13 | <pre>lawfully present;</pre>                                       |
| 14 | (B) expenses associated with the incarceration                     |
| 15 | and detention in jails and prisons in this state of persons not    |
| 16 | <pre>lawfully present; and</pre>                                   |
| 17 | (C) costs related to border security operations                    |
| 18 | and cooperation with federal immigration enforcement;              |
| 19 | (3) public education costs, including:                             |
| 20 | (A) state and local expenditures related to                        |
| 21 | providing to persons not lawfully present an education in public   |
| 22 | schools located in this state;                                     |
| 23 | (B) the cost of providing bilingual education,                     |
| 24 | English as a Second Language (ESL) programs, and other educational |
| 25 | resources required for persons not lawfully present; and           |
| 26 | (C) federal funding offsets, if any, for costs                     |
| 27 | described by this subdivision and the impact of those offsets on   |

| 1  | total state and local expenditures;                                 |
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| 2  | (4) welfare and public assistance costs, including:                 |
| 3  | (A) costs associated with the use of public                         |
| 4  | benefits and welfare programs by persons not lawfully present,      |
| 5  | including costs incurred as a result of fraud and abuse by those    |
| 6  | persons;  |
| 7  | (B) costs associated with the use of the                            |
| 8  | supplemental nutrition assistance program under Chapter 33, Human   |
| 9  | Resources Code, the temporary assistance for needy families program |
| 10 | under Chapter 31, Human Resources Code, and other state-funded      |
| 11 | assistance programs by persons not lawfully present; and            |
| 12 | (C) the impact of fraudulent benefit claims by                      |
| 13 | persons not lawfully present on the solvency of welfare programs;   |
| 14 | <u>and</u>  |
| 15 | (5) economic impact and job market data, including:                 |
| 16 | (A) wage suppression and employment displacement                    |
| 17 | of lawful residents of this state due to the employment of persons  |
| 18 | <pre>not lawfully present;</pre>                                    |
| 19 | (B) the impact of the employment of persons not                     |
| 20 | lawfully present on tax revenues and business compliance with labor |
| 21 | laws; and   |
| 22 | (C) the estimated tax contributions made by                         |
| 23 | persons not lawfully present, if any, and the net fiscal impact of  |
| 24 | those contributions.  |
| 25 | (c) The comptroller shall hold a public hearing each year to        |
| 26 | review the findings of the report prepared under Subsection (b) and |
| 27 | to receive public comments from stakeholders, including law         |

- 1 enforcement agencies, health care providers, educators, and
- 2 business leaders.
- 3 (d) Not later than March 1 of each year, the following state
- 4 agencies shall submit to the comptroller information requested by
- 5 the comptroller that is necessary for the preparation of the report
- 6 under Subsection (b):
- 7 (1) the Health and Human Services Commission;
- 8 (2) the Texas Department of Criminal Justice;
- 9 (3) the Department of Public Safety;
- 10 (4) the Texas Education Agency; and
- 11 (5) the Texas Workforce Commission.
- 12 (e) The comptroller may request the state auditor's
- 13 assistance to determine the accuracy of the information submitted
- 14 to the comptroller by a state agency under Subsection (d). The
- 15 state auditor shall provide the requested assistance.
- 16 (f) To ensure accuracy and consistency in the information
- 17 collected, the comptroller by rule shall:
- 18 (1) adopt <u>a form each state agency must use to submit</u>
- 19 information under Subsection (d); and
- 20 (2) establish, in consultation with the state auditor,
- 21 appropriate auditing procedures for use as provided by Subsection
- 22 <u>(e).</u>
- 23 (g) The comptroller shall report to the legislature each
- 24 state agency that fails to submit information as required by
- 25 Subsection (d) or that submits inaccurate or misleading information
- 26 under that subsection. The legislature may take appropriate action
- 27 in response to a report received from the comptroller under this

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- 1 subsection, which may include reducing the amount of money that
- 2 would otherwise be appropriated to a state agency named in the
- 3 report for use during the next state fiscal biennium.
- 4 SECTION 2. This Act takes effect September 1, 2025.