

LEGISLATIVEBUDGETBOARD
Austin,Texas

FISCALNOTE,78THLEGISLATURE3rdCALLEDSESSION -2003

September17,2003

TO: HonorableTeelBivins,Chair,SenateCommitteeonFinance

FROM: JohnKeel,Director,LegislativeBudgetBoard

INRE: **HB28**byMcCall(Relatingtostatetiscalmanagement;makingrelatedappropriations.), **As Engrossed**

EstimatedTwo -yearNetImpacttoGeneralRevenueRelatedFunds forHB28,AsEngrossed:anegative impactof(\$66,210,034)throughthebienniumendingAugust31,2005.

Appropriations:

FiscalYear	Appropriationoutof <i>GENERAL REVENUEFUND</i> 1	Appropriationoutof <i>TELECOMMUNICATIONS INFRASTRUCTUREFUND</i> 345	Appropriationoutof <i>TEXASEMISSIONS REDUCTIONPLAN</i> 5071	Appropriationoutof <i>OVERSIGHT WORKERS'COMP</i> 5016
2004	\$66,210,034	\$2,086,025	\$3,062,248	\$64,632
2005	\$0	\$0	\$0	\$0

GeneralRevenue -RelatedFunds,Five -YearImpact:

FiscalYear	ProbableNetPositive/(Negative) ImpacttoGeneralRevenueRelated Funds
2003	\$0
2004	(\$66,210,034)
2005	\$0
2006	\$0
2007	\$0

AllFunds,Five -YearImpact:

FiscalYear	Probable(Cost)from <i>GENERAL REVENUEFUND</i> 1	Probable(Cost)from <i>TELECOMMUNICATIONS INFRASTRUCTUREFUND</i> 345	Probable(Cost)from <i>TEXASEMISSIONS REDUCTIONPLAN</i> 5071	Probable(Cost)from <i>OVERSIGHT WORKERS'COMP</i> 5016
2003	\$0	\$0	\$0	\$0
2004	(\$66,210,034)	(\$2,086,025)	(\$3,062,248)	(\$64,632)
2005	\$0	\$0	\$0	\$0
2006	\$0	\$0	\$0	\$0
2007	\$0	\$0	\$0	\$0

FiscalAnalysis

ThebillwouldappropriatetotheComptrollerofPublicAccounts,fromtheGeneralRevenueFund, theamountnecessarytoreturnanyavailablecashthatwastransferredtotheGeneralRevenue FundfromafundoutsidetheStateTreasury,andtomaintaintheequityofthefundfromwhichthe transferofavailablecashwasmade.Thebillwouldlimittheappropriationforpayinginterestonthe

transferred funds to \$5 million and would require that repayment of transferred revenue be made within fourteen days of the date the transfer occurred.

The bill would also appropriate the Comptroller of Public Accounts an amount equal to the amount of appropriations from General Revenue and General Revenue - Dedicated accounts vetoed by the governor in House Bill 1, Seventy - eighth Legislature, Regular Session. The bill would amend Article IX, Section 11.28(a) of House Bill 1 to remove the reference to implementation of Article IX, Section 11.15, Contingency Appropriation Reduction and Contingency Appropriation, and add language to make the funds appropriated as currently directed by the governor and Legislative Budget Board under Chapter 317 Government Code.

The bill would add a provision affecting the 2002 property value study to provide for state values to be used in situations where the local value is determined to be invalid and the local value exceeds the state value. The amendment would also repeal Section 403.302(m), Government Code as added by the Seventy - eighth Legislature, Regular Session which provided for redistribution of state aid for 2003 - 2004 lost due to recognition of higher local values for the 2002 property value study.

The bill would take effect immediately upon enactment, assuming that it received the requisite two thirds majority votes in both houses of the Legislature.

Methodology

For purposes of this estimate, it was assumed that no borrowing from outside the treasury would be necessary in the 2004 - 05 biennium. The provision related to the property value study and redistribution of Foundation School aid among districts would have no net fiscal impact on the state.

Local Government Impact

The provisions related to the property value study would shift approximately \$3.8 million in revenue among school districts.

Source Agencies: 304 Comptroller of Public Accounts, 701 Central Education Agency

LBB Staff: JK, JO, WP, SD, EB, RS