

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION

April 1, 2003

TO: Honorable David Swinford, Chair, House Committee on Government Reform

FROM: John Keel, Director, Legislative Budget Board

IN RE: HB3047 by Cook, Robby (Relating to the disposition of certain surplus and salvage property of the state.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would amend Chapter 2175 of the Government Code, relating to the disposition of state surplus and salvage property. The bill would require that the proceeds from the sale of surplus and salvage property be deposited to the General Revenue Fund 0001. Because the legislation would create a dedicated account in the General Revenue Fund, the account included in this bill would be subject to funds consolidation review by the current legislature.

Currently, the proceeds of the sale of surplus and salvage property, less costs are deposited to the credit of the appropriation of the state agency for which the sale was made. The bill would direct the Building and Procurement Commission to deposit the proceeds from the sale of surplus or salvage property to the credit of the General Revenue Fund 0001.

According to the Comptroller, there were approximately \$16.6 million in surplus property proceeds. Of this amount, \$1.5 million was credited to an agency appropriation related to a Fund/Account other than Fund 0001.

There would be a gain to General Revenue of approximately \$1.5 million and a loss to General Revenue-Dedicated Accounts and Special Funds because the bill would require that all proceeds be credited to the General Revenue Fund 0001. Proceeds from the sale of surplus and salvage property purchased with federal funds may have to be returned to the federal government.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 303 Building and Procurement Commission, 304 Comptroller of Public Accounts

LBB Staff: JK, GO, MS, RG