

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 78TH LEGISLATIVE REGULAR SESSION**

**April 22, 2003**

**TO:** Honorable Rodney Ellis, Chair, Senate Committee on Government Organization

**FROM:** John Keel, Director, Legislative Budget Board

**IN RE: SB1771** by Brimer (Relating to creation of the Texas Enterprise Fund.), **As Introduced**

**Estimated Two-year Net Impact to General Revenue Related Funds** for SB1771, As Introduced: an impact of \$0 through the biennium ending August 31, 2005.

**Appropriations:**

| Fiscal Year | Appropriation out of<br><i>ECON STABILIZATION FUND</i><br>8065 |
|-------------|--|
| 2004        | \$390,000,000  |
| 2005        | \$0  |

**General Revenue-Related Funds, Five-Year Impact:**

| Fiscal Year | Probable Net Positive/(Negative)<br>Impact to General Revenue Related<br>Funds |
|-------------|--|
| 2004        | \$0  |
| 2005        | \$0  |
| 2006        | \$0  |
| 2007        | \$0  |
| 2008        | \$0  |

**All Funds, Five-Year Impact:**

| Fiscal Year | Probable Revenue Gain/<br>(Loss) from<br><i>ECON STABILIZATION</i><br><i>FUND</i><br>8065 | Probable Revenue Gain/<br>(Loss) from<br><i>New General Revenue</i><br><i>Dedicated - Texas Enterprise</i><br><i>Fund</i> | Probable (Cost) from<br><i>New General Revenue</i><br><i>Dedicated - Texas Enterprise</i><br><i>Fund</i> |
|-------------|---|---|--|
| 2004        | (\$390,000,000)   | \$390,000,000   | (\$195,000,000)  |
| 2005        | \$0   | \$0   | (\$195,000,000)  |
| 2006        | \$0   | \$0   | \$0  |
| 2007        | \$0   | \$0   | \$0  |
| 2008        | \$0   | \$0   | \$0  |

**Fiscal Analysis**

The bill would allow the Governor to make grants from the new Texas Enterprise Fund (TEF). The TEF may be used for economic development, infrastructure development, community development, job training, and business incentives.

## **Methodology**

The provisions of the bill deposit \$390,000,000 into the new General Revenue Dedicated - Texas Enterprise Fund from the Economic Stabilization Fund. It is assumed the funds deposited in the fund would be expended in fiscal year 2004 and fiscal year 2005.

The bill takes effect September 1, 2003.

## **Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 301 Office of the Governor, 304 Comptroller of Public Accounts, 480 Texas Department of Economic Development

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