

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

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

**May 19, 2003**

**TO:** Honorable Anna Mowery, Chair, House Committee on Land & Resource Management

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

**IN RE: SB1937** by Armbrister (Relating to the apportionment of municipal infrastructure costs to developers.), **As Engrossed**

<b>No fiscal implication to the State is anticipated.</b>
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If a municipality requires as a condition of approval for a development project that the developer bear a portion of the costs of municipal infrastructure improvements beyond the municipality's minimum adopted standards for on-site development, the provisions of the bill would limit the developer's portion of the costs to no more than the amount roughly proportionate to the proposed development as approved by a licensed professional engineer retained by the municipality.

The bill would take effect immediately if it receives a two-thirds vote in each house; otherwise, it would take effect September 1, 2003 and would apply only to municipal approval of a development project that occurs on or after the effective date.

The municipality would incur the costs of retaining a professional engineer. A municipality that requires payment by a developer for infrastructure costs associated with a project would experience a fiscal impact that differs from what is experienced under current statute if the municipality had been charging more than the limit that would be set by the bill.

**Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

**Source Agencies:**

**LBB Staff:** JK, CL, DLBa