

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

**FISCAL NOTE, 79TH LEGISLATURE 1st CALLED SESSION - 2005**

**June 27, 2005**

**TO:** Honorable Jim Pitts, Chair, House Committee on Appropriations

**FROM:** John S. O'Brien, Deputy Director, Legislative Budget Board

**IN RE: HB1** by Pitts (Relating to appropriating money for the support of state government.), **As Introduced**

**Estimated Two-year Net Impact to General Revenue Related Funds for HB1, As Introduced:** a negative impact of (\$22,313,540,357) through the biennium ending August 31, 2007.

**Appropriations:**

Fiscal Year	Appropriation out of <i>GENERAL REVENUE FUND</i> <b>1</b>	Appropriation out of <i>AVAILABLE SCHOOL FUND</i> <b>2</b>	Appropriation out of <i>STATE TEXTBOOK FUND</i> <b>3</b>	Appropriation out of <i>FOUNDATION SCHOOL FUND</i> <b>193</b>
2006	\$365,640,734	\$1,271,000,000	\$19,457,832	\$8,556,398,505
2007	\$366,318,466	\$1,622,000,000	\$1,971,597	\$7,979,015,981

Fiscal Year	Appropriation out of <i>CERTIF &amp; ASSESSMENT FEES</i> <b>751</b>	Appropriation out of <i>GR MOE FOR TANF</i> <b>759</b>	Appropriation out of <i>LOTTERY PROCEEDS</i> <b>902</b>	Appropriation out of <i>TELECOMMUNICATIONS INFRA FUND</i> <b>8345</b>
2006	\$18,359,121	\$2,000,000	\$1,045,000,000	\$115,000,000
2007	\$18,378,121	\$2,000,000	\$1,046,000,000	\$115,000,000

Fiscal Year	Appropriation out of <i>READ TO SUCCEED</i> <b>5027</b>	Appropriation out of <i>FEDERAL FUNDS</i> <b>555</b>	Appropriation out of <i>FED HEALTH ED WELF FD</i> <b>148</b>	Appropriation out of <i>FEDERAL SCHOOL LUNCH FUND</i> <b>171</b>
2006	\$42,960	\$13,153,500	\$2,939,024,866	\$1,058,000,000
2007	\$42,960	\$13,153,500	\$2,938,215,169	\$1,104,000,000

Fiscal Year	Appropriation out of <i>APPROPRIATED RECEIPTS</i> <b>666</b>	Appropriation out of <i>STATE HIGHWAY FUND</i> <b>6</b>	Appropriation out of <i>PERMANENT SCHOOL FUND</i> <b>44</b>	Appropriation out of <i>INTERAGENCY CONTRACTS</i> <b>777</b>
2006	\$1,133,000,000	\$50,000,000	\$6,851,389	\$451,636
2007	\$1,284,000,000	\$50,000,000	\$6,914,804	\$448,905

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

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2006	(\$11,277,856,192)
2007	(\$11,035,684,165)
2008	\$0
2009	\$0
2010	\$0

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

Fiscal Year	Probable Savings/ (Cost) from <i>GENERAL REVENUE FUND 1</i>	Probable Savings/ (Cost) from <i>AVAILABLE SCHOOL FUND 2</i>	Probable Savings/ (Cost) from <i>STATE TEXTBOOK FUND 3</i>	Probable Savings/ (Cost) from <i>FOUNDATION SCHOOL FUND 193</i>
2006	(\$365,640,734)	(\$1,271,000,000)	(\$19,457,832)	(\$8,556,398,505)
2007	(\$366,318,466)	(\$1,622,000,000)	(\$1,971,597)	(\$7,979,015,981)
2008	\$0	\$0	\$0	\$0
2009	\$0	\$0	\$0	\$0
2010	\$0	\$0	\$0	\$0

Fiscal Year	Probable Savings/ (Cost) from <i>CERTIF &amp; ASSESSMENT FEES 751</i>	Probable Savings/ (Cost) from <i>GR MOE FOR TANF 759</i>	Probable Savings/ (Cost) from <i>LOTTERY PROCEEDS 902</i>	Probable Savings/(Cost) from <i>TELECOMMUNICATIONS INFRA FUND 8345</i>
2006	(\$18,359,121)	(\$2,000,000)	(\$1,045,000,000)	(\$115,000,000)
2007	(\$18,378,121)	(\$2,000,000)	(\$1,046,000,000)	(\$115,000,000)
2008	\$0	\$0	\$0	\$0
2009	\$0	\$0	\$0	\$0
2010	\$0	\$0	\$0	\$0

Fiscal Year	Probable Savings/ (Cost) from <i>READ TO SUCCEED 5027</i>	Probable Savings/ (Cost) from <i>Federal Funds</i>	Probable Savings/ (Cost) from <i>Other Funds</i>
2006	(\$42,960)	(\$4,010,178,366)	(\$1,190,303,025)
2007	(\$42,960)	(\$4,055,368,669)	(\$1,341,363,709)
2008	\$0	\$0	\$0
2009	\$0	\$0	\$0
2010	\$0	\$0	\$0

**Fiscal Analysis**

The bill would appropriate current law levels of funding to the Texas Education Agency (TEA) for agency operations during the 2006-07 biennium. The bill also would make an appropriation, contingent upon passage of school finance and property tax relief legislation by the 79th Legislature, 1st Called Session, to implement the provisions of that legislation.

**Methodology**

The bill would appropriate to the Texas Education Agency \$11,278 million in General Revenue in 2006 and \$11,036 million in General Revenue in 2007. All Funds appropriations would be \$16,593 million in 2006 and \$16,547 million in 2007.

The contingent appropriation would be \$1,868 million in General Revenue for the 2006-07 biennium. This amount is not shown in the above tables.

**Technology**

The bill would fund the computer and data systems of TEA at current levels for the 2006-07 biennium.

**Local Government Impact**

Local school districts would receive the bulk of funds from the appropriations contained in the bill, through the Foundation School Program, pass-throughs of federal funds, and other grant programs.

**Source Agencies:**

**LBB Staff:** JOB, SD, JGM