

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

**FISCAL NOTE, 79TH LEGISLATURE 3rd CALLED SESSION - 2006**

**May 4, 2006**

**TO:** Honorable Kent Grusendorf, Chair, House Committee on Public Education

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

**IN RE: HB101** by Delisi (Relating to an awards for student achievement program at certain public school campuses.), **As Introduced**

**Estimated Two-year Net Impact to General Revenue Related Funds** for HB101, As Introduced: a negative impact of (\$100,184,000) through the biennium ending August 31, 2007.

The bill would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

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

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2007	(\$100,184,000)
2008	(\$100,184,000)
2009	(\$100,184,000)
2010	(\$100,184,000)
2011	(\$100,184,000)

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

Fiscal Year	Probable Savings/(Cost) from GENERAL REVENUE FUND 1	Change in Number of State Employees from FY 2007
2007	(\$100,184,000)	3.0
2008	(\$100,184,000)	3.0
2009	(\$100,184,000)	3.0
2010	(\$100,184,000)	3.0
2011	(\$100,184,000)	3.0

**Fiscal Analysis**

The bill would add new Subchapter N, Chapter 21, Education Code to establish an awards for student achievement program under which the commissioner would provide grants to eligible campuses not to exceed an annual total of \$100 million statewide beginning in fiscal year 2007.

**Methodology**

Section 4.06 of the bill would add new Subchapter N, Chapter 21, Texas Education Code to establish an awards for student achievement program under which the commissioner of education would provide grants to eligible campuses. Eligibility would be determined based on the percentage of educationally disadvantaged students enrolled at the campus and the campus accountability rating. The bill would require participating campuses to have an approved campus incentive plan that describes

the use of grant funding and meets minimum criteria described in the bill. The commissioner would determine grant award amounts, not to exceed \$100 million in general revenue per year beginning in fiscal year 2007. The estimated TEA administrative cost associated with the program is \$184,000 in each year to fund 3 full-time-equivalent employees.

**Local Government Impact**

The bill would create the Awards for Student Achievement program for which state funds would be allocated to eligible districts.

**Source Agencies:** 701 Central Education Agency

**LBB Staff:** JOB, JSp, CT, UP, JSc