

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

**FISCAL NOTE, 79TH LEGISLATIVE REGULAR SESSION**

**May 12, 2005**

**TO:** Honorable Frank Madla, Chair, Senate Committee on Intergovernmental Relations

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

**IN RE: HB585** by Corte (Relating to the requirements for the incorporation of a municipality in the extraterritorial jurisdiction of certain existing municipalities.), **Committee Report 2nd House, Substituted**

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| <p><b>No fiscal implication to the State is anticipated.</b></p> |
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The bill would change the procedures for incorporating an area in the extraterritorial jurisdiction or the limited purpose annexation area of certain municipalities. Included in the procedures would be a requirement that the county judge to whom the residents must file a petition for incorporation order an incorporation election to be held as per current statute. The bill would also establish criteria and limitations related to incorporation by a deferred annexation area.

The bill would take effect immediately if it receives two-thirds vote in both houses; otherwise, it would take effect September 1, 2005.

**Local Government Impact**

Based on data reported to the Secretary of State in March 2004, the average cost of an election for a local government entity is \$1.29 per registered voter, although the cost is higher if an election is held on a uniform election date other than the general election. Costs would vary by local government.

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

**Source Agencies:**

**LBB Staff:** JOB, WK, DLBa