LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 79TH LEGISLATIVE REGULAR SESSION

April 7, 2005

TO: Honorable David Swinford, Chair, House Committee on State Affairs

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

IN RE: HB905 by Delisi (Relating to the powers and duties of the state auditor in connection with state contracts.), **Committee Report 1st House, Substituted**

No significant fiscal implication to the State is anticipated.

According to the State Auditor's Office (SAO), the clarification of Government Code 321.020(a), should increase the degree of compliance among state agencies in submitting proposals for audit contracts. However, the SAO estimates that this would not significantly impact SAO resources.

The bill would take effect immediately upon receiving a two-thirds majority vote in both houses; otherwise, the bill would take effect September 1, 2005.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 308 State Auditor's Office, 601 Department of Transportation, 781 Higher Education Coordinating Board

LBB Staff: JOB, MS, SR, WP