

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

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

**May 28, 2005**

**TO:** Honorable David Dewhurst , Lieutenant Governor, Senate  
Honorable Tom Craddick, Speaker of the House, House of Representatives

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

**IN RE: SB52** by Nelson (Relating to a competitive grant program for aging and disability services. ),  
**Conference Committee Report**

**Estimated Two-year Net Impact to General Revenue Related Funds** for SB52, Conference Committee Report: a negative impact of (\$150,000) 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:**

<b>Fiscal Year</b>	<b>Probable Net Positive/(Negative) Impact to General Revenue Related Funds</b>
2006	(\$75,000)
2007	(\$75,000)
2008	(\$75,000)
2009	(\$75,000)
2010	(\$75,000)

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

<b>Fiscal Year</b>	<b>Probable Savings/(Cost) from GR MATCH FOR MEDICAID 758</b>	<b>Probable Savings/(Cost) from FEDERAL FUNDS 555</b>
2006	(\$75,000)	(\$75,000)
2007	(\$75,000)	(\$75,000)
2008	(\$75,000)	(\$75,000)
2009	(\$75,000)	(\$75,000)
2010	(\$75,000)	(\$75,000)

**Fiscal Analysis**

The bill would amend Sections 142, 242, 247, and 252 of the Health and Safety Code and adds Section 161.074, Human Resources Code, to allow use of administrative penalty assessments to be appropriated for use in competitive grant programs under Section 161 to promote innovation in the delivery of aging and disability services and improve the quality of life for individuals receiving those services. Awardees contracts must authorize the Department of Aging and Disability Services (DADS) to recoup grant money for failure to comply with the terms of the contract.

## **Methodology**

DADS estimated that four grants would be made to an institution of higher education working in cooperation with a private entity and would total \$150,000 for each fiscal year 2006 through 2010. The DADS estimate assumes the activities for writing or rewriting rules, monitoring expenditures, and enforcement of recipient compliance and the grants are Medicaid eligible and appropriate for a state / federal 50 / 50 match rate. Summary of best practices identified under the program would be required to be posted on the internet.

## **Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 304 Comptroller of Public Accounts, 539 Department of Aging and Disability Services

**LBB Staff:** JOB, CL, KF, ML