

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

**FISCAL NOTE, 80TH LEGISLATIVE REGULAR SESSION**

**April 23, 2007**

**TO:** Honorable Steve Ogden, Chair, Senate Committee on Finance

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

**IN RE: SB1185** by Nelson (Relating to certain low-interest home loan programs offered by the state.), **Committee Report 1st House, Substituted**

<b>No fiscal implication to the State is anticipated.</b>
---

In Section 2306.562, the definition of eligible applicants is expanded for the professional nursing program. Upon passage, graduates from allied health programs as well as the faculty are eligible to participate.

Additionally, the income restrictions are raised to the maximum amount permitted by the Internal Revenue Code.

This Act takes September 1, 2007.

This cost estimate only addresses the issuance of debt by the Texas State Affordable Housing Corporation and does not evaluate the feasibility or the operating costs associated with planned project. Since this bill merely expands the eligible pool of proceeds recipients and not the amount to be issued, there should be no additional fiscal impact.

Since the bill merely expands the eligible pool of proceeds recipients and not the amount to be issues there would be no additional fiscal impact.

Historically, qualified mortgage bonds issued by state agencies such as the Texas State Affordable Housing Corporation Land Board and the Texas Department of Housing and Community Affairs have been self-supporting, meaning that mortgage payments paid by the beneficiaries of the programs should be sufficient to pay the debt service on the bonds.

**Local Government Impact**

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

**Source Agencies:** 332 Department of Housing and Community Affairs, 352 Bond Review Board

**LBB Staff:** JOB, CT, AH