LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION

May 20, 2009

TO: Honorable Chris Harris, Chair, Senate Committee on Economic Development

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

IN RE: HB2521 by Pickett (Relating to a preference in state purchasing for certain media-related

services offered by businesses based in Texas.), Committee Report 2nd House,

Substituted

No significant fiscal implication to the State is anticipated.

The bill would amend the Government Code to require the Comptroller of Public Accounts and each state agency conducting an advertising campaign that includes a commercial to give preference to a company located in Texas if the services meet state requirements regarding service and quality, and if the cost does not exceed the cost of similar services from outside the State.

For the provisions of the bill, the Music, Film, Television, and Multimedia Office within the Office of the Governor would have exclusive rulemaking authority for purposes of determining advertising campaign requirements, establishing a bid process, and establishing criteria to determine whether a commercial production company or advertising agency is located in this State.

No significant fiscal implication to the State is anticipated since agencies would only give preference to a Texas based business if the cost of service does not exceed the cost from a non-Texas based business. It is assumed that any costs associated with the bill's rulemaking authority could be absorbed within existing resources of the Trusteed Programs within the Office of the Governor.

Local Government Impact

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

Source Agencies: 301 Office of the Governor, 304 Comptroller of Public Accounts, 305 General Land

Office and Veterans' Land Board, 362 Texas Lottery Commission, 405 Department of Public Safety, 529 Health and Human Services Commission, 601 Department of

Transportation, 802 Parks and Wildlife Department

LBB Staff: JOB, PJK, JRO, KJG, SD