

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION

March 30, 2009

TO: Honorable Yvonne Gonzalez Toureilles, Chair, House Committee on Agriculture & Livestock

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

IN RE: HB4245 by Keffer (Relating to a pilot program to expand access to career and technical education partnerships in rural areas.), **As Introduced**

Estimated Two-year Net Impact to General Revenue Related Funds for HB4245, As Introduced: a negative impact of (\$10,000,000) through the biennium ending August 31, 2011.

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:

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2010	(\$5,000,000)
2011	(\$5,000,000)
2012	(\$5,000,000)
2013	(\$5,000,000)
2014	(\$5,000,000)

All Funds, Five-Year Impact:

Fiscal Year	Probable Savings/(Cost) from General Revenue Fund 1
2010	(\$5,000,000)
2011	(\$5,000,000)
2012	(\$5,000,000)
2013	(\$5,000,000)
2014	(\$5,000,000)

Fiscal Analysis

The bill would amend the Agriculture Code to create the Rural Workforce Investment Pilot Program. This pilot program would develop partnerships in rural areas among school districts, public junior colleges, general academic teaching institutions, and business and industry to provide greater access to career and technical education and industry certification to high school students in rural areas. The bill would take effect immediately if it receives a vote of two-thirds of all members elected to each house; otherwise it would take effect September 1, 2009.

Methodology

The bill states that the program is subject to available funding, but does not specify the size of the

program that is contemplated. For purposes of this analysis, it is assumed that \$5.0 million per year would be appropriated by the Legislature for the Department of Agriculture to provide grants under the Rural Workforce Investment Pilot Program.

The Department of Agriculture, the Higher Education Coordinating Board, the Texas Education Agency, and the Workforce Commission indicate that any costs associated with administering the grant program could be absorbed within each agency's existing resources.

Local Government Impact

The bill would allow a "rural area" as defined by the provisions of the bill to submit an application for a grant to participate in the Rural Workforce Investment Pilot Program. A local governmental entity that chose to participate in the program would be required to commit public or private funds to match the grant to be eligible to apply for a grant. The fiscal impact to local governmental entities would vary depending on an entity's decision to participate, and the ability to match the funds of the grant.

Source Agencies: 320 Texas Workforce Commission, 551 Department of Agriculture, 701 Central Education Agency, 781 Higher Education Coordinating Board

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