

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

**FISCAL NOTE, 81ST LEGISLATIVE REGULAR SESSION**

**March 25, 2009**

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

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

**IN RE: SB629** by West (Relating to the statutory limitation imposed on the University of North Texas System to issue revenue bonds to fund facilities at the University of North Texas Dallas Campus.), **As Introduced**

<b>Estimated Two-year Net Impact to General Revenue Related Funds</b> for SB629, As Introduced: an impact of \$0 through the biennium ending August 31, 2011.
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**General Revenue-Related Funds, Five-Year Impact:**

Fiscal Year	Probable Net Positive/(Negative) Impact to General Revenue Related Funds
2010	\$0
2011	\$0
2012	(\$2,113,333)
2013	(\$2,114,200)
2014	(\$2,112,200)

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

Fiscal Year	Probable Savings/(Cost) from <i>General Revenue Fund</i> 1
2010	\$0
2011	\$0
2012	(\$2,113,333)
2013	(\$2,114,200)
2014	(\$2,112,200)

**Fiscal Analysis**

Under provisions of the bill, the deadline by which enrollment thresholds must be met in order for the University of North Texas System to be authorized to issue \$25 million in tuition revenue bonds for University of North Texas - Dallas would be eliminated.

The most recent information the system office has provided indicates that the University of North Texas System would issue bonds in fiscal year 2012.

**Methodology**

Beginning in 2012, the University of North Texas System would issue bonds based on a six percent interest and 20-year debt service amortization. Debt service associated with these bonds would be \$2,113,333 in fiscal year 2012, \$2,114, 200 in fiscal year 2013 and \$2,112,200 in fiscal year 2014.

## **Local Government Impact**

No fiscal implication to units of local government is anticipated.

**Source Agencies:** 769 University of North Texas System Administration, 781 Higher Education Coordinating Board

**LBB Staff:** JOB, MN, RT, GO