

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 82ND LEGISLATIVE REGULAR SESSION

March 12, 2011

TO: Honorable Joe Deshotel, Chair, House Committee on Business & Industry

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

IN RE: HB897 by Howard, Charlie (Relating to restrictions on the automatic renewal of contracts.),
As Introduced

No significant fiscal implication to the State is anticipated.

The bill would amend the Business and Commerce Code and establish disclosure and notice requirements for automatic renewal clauses in contracts. The bill could result in additional investigations and cases by the Office of the Attorney General within the Consumer Protection and Public Health Division. It is anticipated that any additional costs associated with implementation of the legislation could be absorbed within existing resources.

Local Government Impact

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

Source Agencies: 302 Office of the Attorney General

LBB Staff: JOB, AG, JM