

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 82ND LEGISLATIVE REGULAR SESSION

March 31, 2011

TO: Honorable Vicki Truitt, Chair, House Committee on Pensions, Investments & Financial Services

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

IN RE: HB2193 by Truitt (Relating to service and qualifications for membership on an advisory committee established by the Employees Retirement System of Texas to provide advice to the board of trustees on investments and investment-related issues.), **Committee Report 1st House, Substituted**

No significant fiscal implication to the State is anticipated.

The bill would amend Chapter 815 of the Government Code relating to service and qualifications for membership on an investment advisory committee established by the Employees Retirement System (ERS) to provide advice to the ERS Board of Trustees on investments and investment-related issues. The bill would establish eligibility and ineligibility for membership on the advisory committee. The bill states that to be eligible to serve as a member of an investment advisory committee, a person must be: (a) a person with expertise in the management of a financial institution or other business in which investment decisions are made; or (b) a prominent educator in the field of economics, finance, or another investment-related area. The bill also authorizes the ERS Board of Trustees to prescribe the process for removal of an advisory committee member.

It is anticipated that any additional costs associated with implementation of the legislation could be absorbed within existing resources.

The bill would take effect on September 1, 2011.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 327 Employees Retirement System

LBB Staff: JOB, AG, MS, DEH