

LEGISLATIVE BUDGET BOARD

Austin, Texas

FISCAL NOTE, 82ND LEGISLATIVE REGULAR SESSION

April 18, 2011

TO: Honorable Tommy Williams, Chair, Senate Committee on Transportation & Homeland Security

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

IN RE: SB1864 by Davis (Relating to the awarding of contracts by the Texas Department of Transportation to private sector providers.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would amend Chapter 223 of the Transportation Code, relating to bids and contracts for highway projects, to require the Texas Department of Transportation (TxDOT) in awarding contracts to a private sector provider to give preference to a private sector provider whose principal place of business is located in Texas if (1) the project subject to the contract is funded entirely with state and/or local funds and (2) the provider meets TxDOT's expectations regarding price for the contract.

Based on the analysis provided by TxDOT, it is assumed any costs or duties associated with implementing the provisions of the bill could be absorbed within existing resources.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 601 Department of Transportation

LBB Staff: JOB, KJG, TG