

AN ACT

relating to an audit by the state auditor of the Texas Enterprise Fund.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. (a) The state auditor shall conduct an audit of the Texas Enterprise Fund established under Section 481.078, Government Code. The state auditor may establish the scope of the audit and objectives for the audit that are consistent with generally accepted government auditing standards and with other audits conducted by the state auditor under Chapter 321, Government Code.

(b) The audit may determine whether money from the fund is:

(1) disbursed in compliance with the requirements of Section 481.078, Government Code, and other relevant laws or standards; and

(2) monitored to determine whether the persons or entities awarded money from the fund comply with the terms of any applicable agreements and with the requirements of Section 481.078, Government Code, and other relevant laws or standards.

(c) Consistent with generally accepted government auditing standards and with other audits conducted by the state auditor under Chapter 321, Government Code, the state auditor may assess the efficiency and effectiveness of the Texas Enterprise Fund.

(d) The state auditor shall prepare a report of the audit

1 conducted under this section. Not later than January 1, 2015, the
2 state auditor shall file the report with the lieutenant governor,
3 the speaker of the house of representatives, and the presiding
4 officer of each standing committee of the senate and house of
5 representatives having primary jurisdiction over fiscal matters.

6 The report may include:

7 (1) details on the grant approval process;

8 (2) details on the compliance of past and present
9 grant recipients with the terms of applicable agreements and with
10 the requirements of the Government Code and other relevant laws or
11 standards;

12 (3) a synopsis of grant agreements that have been
13 amended to reduce the job creation goals established in the
14 original agreement or to extend the time allotted to achieve job
15 creation goals; and

16 (4) an itemization of grant money returned to this
17 state, including a summary of the reasons the money was returned.

18 SECTION 2. This Act expires September 1, 2015.

19 SECTION 3. This Act takes effect September 1, 2013.

President of the Senate

Speaker of the House

I hereby certify that S.B. No. 1390 passed the Senate on April 16, 2013, by the following vote: Yeas 26, Nays 3; and that the Senate concurred in House amendments on May 23, 2013, by the following vote: Yeas 28, Nays 3.

Secretary of the Senate

I hereby certify that S.B. No. 1390 passed the House, with amendments, on May 20, 2013, by the following vote: Yeas 145, Nays 0, two present not voting.

Chief Clerk of the House

Approved:

Date

Governor