

By: Davis, et al. S.B. No. 1390
(J. Davis of Harris, Davis of Dallas, S. Davis of Harris)

Substitute the following for S.B. No. 1390:

By: J. Davis of Harris C.S.S.B. No. 1390

A BILL TO BE ENTITLED

1 AN ACT
2 relating to an audit by the state auditor of the Texas Enterprise
3 Fund.

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

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

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

13 (1) disbursed in compliance with the requirements of
14 the Government Code and other relevant laws or standards;

15 (2) monitored to determine whether the persons or
16 entities awarded money from the fund comply with the terms of any
17 applicable agreements and with the requirements of the Government
18 Code and other relevant laws or standards; and

19 (3) maintained in a manner that provides adequate
20 financial control systems to ensure accountability for the proper
21 use of the disbursed money.

22 (c) To the extent practicable, the state auditor may assess
23 the efficiency and effectiveness of the Texas Enterprise Fund.

24 (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.