

1-1 By: Davis S.B. No. 1390  
 1-2 (In the Senate - Filed March 7, 2013; March 18, 2013, read  
 1-3 first time and referred to Committee on Economic Development;  
 1-4 April 11, 2013, reported favorably by the following vote: Yeas 5,  
 1-5 Nays 0; April 11, 2013, sent to printer.)

1-6 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-7 Deuell	X			
1-8 Hancock			X	
1-9 Birdwell	X			
1-10 Davis	X			
1-11 Eltife	X			
1-12 Fraser			X	
1-13 Watson	X			

1-15 A BILL TO BE ENTITLED  
 1-16 AN ACT

1-17 relating to an audit by the state auditor of the Texas Enterprise  
 1-18 Fund.

1-19 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-20 SECTION 1. (a) The state auditor shall conduct an audit to  
 1-21 determine the efficiency and effectiveness of the Texas Enterprise  
 1-22 Fund established under Section 481.078, Government Code.

1-23 (b) The audit, at a minimum, must determine whether money  
 1-24 from the fund is efficiently and effectively:

1-25 (1) disbursed in compliance with the requirements of  
 1-26 the Government Code and other relevant laws or standards;

1-27 (2) monitored to determine whether the persons or  
 1-28 entities awarded money from the fund comply with the terms of any  
 1-29 applicable agreements and with the requirements of the Government  
 1-30 Code and other relevant laws or standards; and

1-31 (3) maintained in a manner that provides adequate  
 1-32 financial control systems to ensure accountability for the proper  
 1-33 use of the disbursed money.

1-34 (c) The state auditor shall prepare a report of the audit  
 1-35 conducted under this section. Not later than January 1, 2015, the  
 1-36 state auditor shall file the report with the lieutenant governor,  
 1-37 the speaker of the house of representatives, and the presiding  
 1-38 officer of each standing committee of the senate and house of  
 1-39 representatives having primary jurisdiction over fiscal matters.  
 1-40 The report must include:

1-41 (1) details on the grant approval process;

1-42 (2) details on the compliance of past and present  
 1-43 grant recipients with the terms of applicable agreements and with  
 1-44 the requirements of the Government Code and other relevant laws or  
 1-45 standards;

1-46 (3) a synopsis of grant agreements that have been  
 1-47 amended to reduce the job creation goals established in the  
 1-48 original agreement or to extend the time allotted to achieve job  
 1-49 creation goals; and

1-50 (4) an itemization of grant money returned to this  
 1-51 state, including a summary of the reasons the money was returned.

1-52 SECTION 2. This Act expires September 1, 2015.

1-53 SECTION 3. This Act takes effect September 1, 2013.

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