LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

April 15, 2013

TO: Honorable Joe Deshotel, Chair, House Committee on Land & Resource Management

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB1477 by Callegari (Relating to a court order to disannex an area from a municipality.),

Committee Report 1st House, Substituted

No significant fiscal implication to the State is anticipated.

The bill would amend the Local Government Code to authorize a petition to be filed against a municipality that has failed or refused to disannex an area within 60 days of receipt of a petition. A district court could order a municipality to disannex an area if the municipality has not met certain obligations as defined by the provisions of the bill.

Local Government Impact

There could be a significant fiscal impact to a municipality that failed to comply with disannexation in a timely manner; however, the cost would vary depending on the number of cases filed, the value of land that resulted in a loss of ad valorem and sales tax revenue; and whether a municipality had an extraterritorial jurisdiction to annex.

According to the City of Cleburne, no fiscal impact is anticipated.

Source Agencies:

LBB Staff: UP, SZ, TP