

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION**

**March 9, 2013**

**TO:** Honorable Bill Callegari, Chair, House Committee On Pensions

**FROM:** Ursula Parks, Director, Legislative Budget Board

**IN RE: HB1804** by Callegari (Relating to the authority of political subdivisions to offer certain deferred compensation plans to employees.), **As Introduced**

<p><b>No fiscal implication to the State is anticipated.</b></p>
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The bill would amend Chapter 609 of the Government Code to authorize a political subdivision to establish a Roth IRA program for its employees; and develop procedures to allow retirement plan vendors to lend money to a participating employee.

**Local Government Impact**

The Texas County and District Retirement System reported no fiscal impact is anticipated.

The Texas Municipal Retirement System (TMRS) reported that TMRS currently administers a 457(b) plan for its own employees, but does not offer or administer 457 plans for any municipalities participating in TMRS; therefore, the bill would have no fiscal impact.

The Texas Municipal League reported no significant fiscal impact to cities is anticipated.

Harris County reported to the Texas Association of Counties that no fiscal impact to the county is anticipated. The bill would authorize a county to amend a deferred compensation program to include contributions to a Roth and would allow loan provisions to employees.

**Source Agencies:**

**LBB Staff:** UP, RB, TP