

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

March 26, 2013

TO: Honorable Juan Hinojosa, Chair, Senate Committee on Intergovernmental Relations

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: SB985 by Zaffirini (Relating to authorizing broker agreements for the sale of real property by certain municipalities.), **As Introduced**

No fiscal implication to the State is anticipated.

The bill would amend the Local Government Code to authorize the governing body of a home-rule municipality to contract with a broker for a fee to sell a tract of real property that is owned by the municipality. The governing body would be authorized to sell a tract of real property without complying with the public auction requirements or the notice and bidding requirements.

Local Government Impact

There would be costs to a municipality that contracted with a broker to sell a tract of real property. In addition, there would be a positive fiscal impact from the sale of the property that would offset costs; however, those amounts would vary depending on the amount of the sale of the property, the debt owed on the property, and the amount of fees owed to a broker.

Source Agencies:

LBB Staff: UP, KKR, TP