LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 13, 2015

TO: Honorable Geanie Morrison, Chair, House Committee on Environmental Regulation

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: SB911 by Zaffirini (Relating to the eligibility for grants for natural gas fueling stations under the Texas natural gas vehicle grant program.), As Engrossed

No significant fiscal implication to the State is anticipated.

The bill would amend Chapter 394 of the Health and Safety Code to add additional interstate and state highways forming a southern triangle to the highways under the Clean Transportation Triangle (CTT) Program and the Texas Natural Gas Vehicle Grant Program (TNGVGP) that are eligible for Texas Emissions Reduction Plan (TERP) grant funding by the Texas Commission on Environmental Quality (TCEQ). The bill would add the interstate highways connecting San Antonio to Corpus Christi and Laredo, and also adds state highways connecting Corpus Christi and Laredo.

The bill would expand the eligible highways under the CTT and the areas in which vehicles funded under the TNGVGP must travel at least 75 percent of annual mileage. Vehicles funded under the TNGVGP would be able to travel in and between the Corpus Christi, Laredo, and San Antonio areas in addition to existing areas under current law.

The TCEQ would be required to modify grant materials and forms to implement the bill's provisions. Administrative costs to implement these changes are not expected to be significant. The agency reports that it would expect an increase in the number of eligible entities that could apply for CTT and TNGVGP grant funds.

This estimate assumes that no additional funds would be appropriated out of the General Revenue-Dedicated TERP Account No. 5071; the bill would simply modify the entities eligible to apply for funding from the CTT and TNGVGP programs. Because the bill does not increase the maximum statutory allocation for CTT and TNGVGP grant funding of 5 percent each for each program, there would be no reallocation of existing TERP Account No. 5071 funding with respect to the two programs affected by the bill.

Local Government Impact

The bill would expand the areas eligible for CTT funding and for operation of vehicles funded under the TNGVGP. Governmental entities in those additional areas could benefit if they would apply for a grant under the CTT Program and/or the TNGVGP and would be awarded funding.

Source Agencies: 582 Commission on Environmental Quality, 304 Comptroller of Public

Accounts

LBB Staff: UP, SZ, TL