SENATE AMENDMENTS

2nd Printing

By: Geren

H.B. No. 2475

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the establishment of the center for alternative finance
3	and procurement within the Texas Facilities Commission and to
4	public and private partnerships; authorizing a fee.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subchapter C, Chapter 2152, Government Code, is
7	amended by adding Section 2152.110 to read as follows:
8	Sec. 2152.110. CENTER FOR ALTERNATIVE FINANCE AND
9	PROCUREMENT. The commission shall establish the center for
10	alternative finance and procurement to consult with governmental
11	entities regarding best practices for procurement and the financing
12	of qualifying projects and to assist governmental entities in the
13	receipt of proposals, negotiation of interim and comprehensive
14	agreements, and management of qualifying projects under Chapters
15	2267 and 2268.
16	SECTION 2. Section 2267.001, Government Code, is amended by
17	amending Subdivision (1-a) and adding Subdivision (1-b) to read as
18	follows:
19	(1-a) <u>"Center" means the center for alternative</u>
20	finance and procurement established under Section 2152.110 by the
21	Texas Facilities Commission.
22	<u>(1-b)</u> "Commission" means the Partnership Advisory
23	Commission established under Chapter 2268.
24	SECTION 3. Sections 2267.052(a), (b), (c), and (c-1),

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1 Government Code, are amended to read as follows:

Before requesting or considering a proposal for a 2 (a) 3 qualifying project, a responsible governmental entity must, with the assistance of the center, adopt and make publicly available 4 5 guidelines that enable the governmental entity to comply with this chapter. The guidelines must be reasonable, 6 encourage competition, and guide the selection of projects under the purview 7 8 of the responsible governmental entity.

9 (b) The guidelines for a responsible governmental entity10 described by Section 2267.001(5)(A) must:

require the responsible governmental entity to: 11 (1)12 (A) make a representative of the entity available to meet with persons who are considering submitting a proposal; and 13 14 (B) provide notice of the representative's 15 availability; 16 provide reasonable criteria for choosing among (2) 17 competing proposals; 18 (3) contain suggested timelines for selecting

19 proposals and negotiating an interim or comprehensive agreement;
20 (4) allow the responsible governmental entity to
21 accelerate the selection, review, and documentation timelines for
22 proposals involving a qualifying project considered a priority by

23 the entity;

(5) include financial review and analysis proceduresthat at a minimum consist of:

26 (A) a cost-benefit analysis;

27 (B) an assessment of opportunity cost;

1 (C) consideration of the degree to which 2 functionality and services similar to the functionality and 3 services to be provided by the proposed project are already 4 available in the private market; and

5 (D) consideration of the results of all studies6 and analyses related to the proposed qualifying project;

7 (6) allow the responsible governmental entity to 8 consider the nonfinancial benefits of a proposed qualifying 9 project;

10 (7) ensure that the governmental entity, for a 11 proposed project to improve real property, evaluates design 12 quality, life-cycle costs, and the proposed project's relationship 13 to any relevant comprehensive planning or zoning requirements;

14

(8) include criteria for:

(A) the qualifying project, including the scope,
costs, and duration of the project and the involvement or impact of
the project on multiple public entities;

(B) the creation of and the responsibilities of
an oversight committee, with members representing the responsible
governmental entity, that acts as an advisory committee to review
the terms of any proposed interim or comprehensive agreement; and

(C) <u>the center's involvement in the procurement</u> and <u>delivery of the qualifying project</u> [compliance with the requirements of Chapter 2268];

(9) require the responsible governmental entity to
analyze the adequacy of the information to be released by the entity
when seeking competing proposals and require that the entity

1 provide more detailed information, if the entity determines 2 necessary, to encourage competition, subject to Section 3 2267.053(g);

4 (10) establish criteria, key decision points, and 5 approvals required to ensure that the responsible governmental 6 entity considers the extent of competition before selecting 7 proposals and negotiating an interim or comprehensive agreement; 8 and

9 (11) require the posting and publishing of public 10 notice of a proposal requesting approval of a qualifying project, 11 including:

(A) specific information and documentation
regarding the nature, timing, and scope of the qualifying project,
as required under Section 2267.053(a);

15 (B) a reasonable period, as determined by the responsible governmental entity, of not less than 45 days or more 16 than 180 days, or a longer period specified by the governing body of 17 the responsible governmental entity to accommodate a large-scale 18 19 project, to encourage competition and partnerships with private entities and other persons in accordance with the goals of this 20 chapter, during which the responsible governmental entity must 21 accept submission of competing proposals for the qualifying 22 project; and 23

(C) a requirement for advertising the notice on the governmental entity's Internet website and on TexasOnline or the state's official Internet website.

27 (c) The guidelines of a responsible governmental entity

1 described by Section 2267.001(5)(B) must include:

2 (1)the provisions required under Subsection (b); and 3 (2) a requirement that the governmental entity engage the services of qualified professionals, including an architect, 4 professional engineer, or certified public accountant, not 5 otherwise employed by the governmental entity, or the center to 6 provide independent analyses regarding the specifics, advantages, 7 8 disadvantages, and long-term and short-term costs of [any proposal requesting approval of] a qualifying project unless the governing 9 10 body of the governmental entity determines that the analysis [of the proposal] is to be performed by similarly qualified employees 11 12 of the governmental entity.

13 (c-1) For a proposal with an estimated cost of \$5 million or 14 more for [the] construction or renovation <u>under</u> [of] a <u>qualifying</u> 15 [structure or] project, the analysis conducted under Subsection 16 (c)(2) must include review [of the proposal] by an architect, a 17 professional engineer, and a certified public accountant not 18 otherwise employed by the governmental entity.

SECTION 4. Section 2267.053(d), Government Code, is amended to read as follows:

(d) The responsible governmental entity may charge a reasonable fee to cover the costs of processing, reviewing, and evaluating the proposal, including reasonable legal fees and fees for <u>the center's review and consultation and for other</u> financial <u>and</u>[-] technical[-, and other necessary] advisors or consultants.

26 SECTION 5. Section 2267.058(g), Government Code, is amended 27 to read as follows:

1 (q) The comprehensive agreement must provide that a security document or other instrument purporting to mortgage, 2 pledge, encumber, or create a lien, charge, or security interest on 3 or against the contracting party's interest may not extend to or 4 5 affect the fee simple interest of the state in the qualifying project or the state's rights or interests under the comprehensive 6 Any holder of debt shall acknowledge that the mortgage, 7 agreement. 8 pledge, or encumbrance or a lien, charge, or security interest on or against the contracting party's interest is subordinate to the fee 9 10 simple interest of the state in the qualifying project [and the state's rights or interests under the comprehensive agreement]. 11

SECTION 6. Section 2267.065(b), Government Code, is amended to read as follows:

(b) A responsible governmental entity may enter into a comprehensive agreement only in accordance with guidelines that require the contracting person to design and construct the qualifying project in accordance with procedures that do not materially conflict with those specified in:

19 (1) <u>Subchapter G, Chapter 2269, for facilities</u>
20 projects described by Section <u>2269.302</u> [2166.2531]; <u>or</u>

(2) <u>Subchapter H, Chapter 2269</u> [Section 44.036,
 <u>Education Code;</u>

23

[(3) Section 51.780, Education Code;

24 [(4) Section 271.119, Local Government Code; or

25 [(5) Subchapter J, Chapter 271, Local Government 26 Code], for civil works projects as defined by Section <u>2269.351</u> 27 [271.181(2), Local Government Code].

SECTION 7. Section 2268.001, Government Code, is amended by amending Subdivision (1) and adding Subdivision (1-a) to read as follows:

4 (1) <u>"Center" means the center for alternative finance</u>
5 and procurement established under Section 2152.110 by the Texas
6 Facilities Commission.

7 <u>(1-a)</u> "Commission" means the Partnership Advisory
8 Commission.

9 SECTION 8. Section 2268.056(d), Government Code, is amended 10 to read as follows:

The center [Texas Facilities Commission], using the 11 (d) 12 qualifying project fees authorized under Section 2165.353, shall provide, on a cost recovery basis, professional services [of its 13 architectural, engineering, and real estate staff and the 14 15 expertise] of financial, technical, and other necessary advisors and consultants, authorized under Section 2267.053(d), 16 as 17 necessary to support the Partnership Advisory Commission in its review and evaluation of proposals, including financial and risk 18 19 allocation analysis and ongoing contract performance monitoring of qualifying projects. The <u>center</u> [Texas Facilities Commission] 20 shall assign staff and contracted advisors and consultants 21 necessary to perform the duties required by this subsection. 22

23 SECTION 9. Section 2268.059, Government Code, is amended to 24 read as follows:

25 Sec. 2268.059. CONFIDENTIALITY OF CERTAIN RECORDS 26 SUBMITTED TO COMMISSION. Records and information afforded 27 protection under Section 552.153 that are provided by a responsible

1 governmental entity to the commission and the presiding officer of the House Appropriations Committee and of the Senate Finance 2 Committee, or their designees, shall continue to be protected from 3 4 disclosure when in the possession of the commission and the 5 presiding officers or their designees. 6 SECTION 10. Section 2267.002(e), Government Code, is 7 repealed. 8 SECTION 11. As soon as practicable after the effective date 9 of this Act, the Texas Facilities Commission shall adopt the rules necessary to establish the center for alternative finance and 10 procurement in accordance with Section 2152.110, Government Code, 11 12 as added by this Act.

13 SECTION 12. This Act takes effect September 1, 2015.

ADOPTED

MAY 2 6 2015

Actay Sew Secretary of the Senate

H.B. No. 2475

C.S.__.B. No. ____

Substitute the following forB. No.	
By: DC	

By:

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	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the establishment of the center for alternative finance
3	and procurement within the Texas Facilities Commission and to
4	public and private partnerships; authorizing a fee.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subchapter C, Chapter 2152, Government Code, is
7	amended by adding Section 2152.110 to read as follows:
8	Sec. 2152.110. CENTER FOR ALTERNATIVE FINANCE AND
9	PROCUREMENT. The commission shall establish the center for
0	alternative finance and procurement to consult with governmental

entities regarding best practices for procurement and the financing 11 12 of qualifying projects and to assist governmental entities in the receipt of proposals, negotiation of interim and comprehensive 13

agreements, and management of qualifying projects under Chapters 14 15 2267 and 2268.

16 SECTION 2. Section 2267.001, Government Code, is amended by amending Subdivision (1-a) and adding Subdivision (1-b) to read as 17 follows: 18

"Center" means the center for alternative 19 (1-a) finance and procurement established under Section 2152.110 by the 20 21 Texas Facilities Commission.

22 (1-b) "Commission" means the Partnership Advisory Commission established under Chapter 2268. 23

24 SECTION 3. Section 2267.051, Government Code, is amended to

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1 read as follows:

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2 Sec. 2267.051. APPROVAL REQUIRED [; SUBMISSION OF PROPOSAL 3 FOR QUALIFYING PROJECT]. [(a)] A person may not develop or operate a qualifying project unless the person obtains the approval of and 4 5 contracts with the responsible governmental entity under this 6 chapter. [The person may initiate the approval process by 7 submitting a proposal requesting approval under Section 8 2267.053(a), or the responsible governmental entity may request 9 proposals or invite bids under Section 2267.053(b).

10 [(b) A person submitting a proposal requesting approval of a 11 qualifying project shall specifically and conceptually identify 12 any facility, building, infrastructure, or improvement included in 13 the proposal as a part of the qualifying project.

[(c) On receipt of a proposal submitted by a person 14 15 initiating the approval process under Section 2267.053(a), the 16 responsible governmental entity shall determine whether to accept 17 the proposal for consideration in accordance with Sections 2267.052 18 and 2267.065 and the guidelines adopted under those sections. A responsible governmental entity that determines not to accept the 19 proposal for consideration shall return the proposal, all fees, and 20 the accompanying documentation to the person submitting the 21 22 proposal.

23 [(d) The responsible governmental entity may at any time 24 reject a proposal initiated by a person under Section 2267.053(a).] 25 SECTION 4. Sections 2267.052(b), (c), and (c-1), Government 26 Code, are amended to read as follows:

27

(b) The guidelines for a responsible governmental entity

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1 described by Section 2267.001(5)(A) must: 2 (1) require the responsible governmental entity to: 3 (A) make a representative of the entity available 4 to meet with persons who are considering submitting a proposal; and 5 (B) provide notice of the representative's 6 availability; 7 (2) provide reasonable criteria for choosing among 8 competing proposals; 9 (3) contain suggested timelines for selecting 10 proposals and negotiating an interim or comprehensive agreement; 11 (4) allow the responsible governmental entity to 12 accelerate the selection, review, and documentation timelines for 13 proposals involving a qualifying project considered a priority by 14 the entity; 15 (5) include financial review and analysis procedures 16 that at a minimum consist of: 17 (A) a cost-benefit analysis; 18 an assessment of opportunity cost; (B) 19 (C) consideration of the degree to which 20 functionality and services similar to the functionality and 21 services to be provided by the proposed project are already 22 available in the private market; and 23 (D) consideration of the results of all studies 24 and analyses related to the proposed qualifying project; 25 (6) allow the responsible governmental entity to 26 consider the nonfinancial benefits of a proposed qualifying 27 project;

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1 (7) ensure that the governmental entity, for a 2 proposed project to improve real property, evaluates design 3 quality, life-cycle costs, and the proposed project's relationship 4 to any relevant comprehensive planning or zoning requirements;

5

(8) include criteria for:

(A) the qualifying project, including the scope,
costs, and duration of the project and the involvement or impact of
the project on multiple public entities;

9 (B) the creation of and the responsibilities of 10 an oversight committee, with members representing the responsible 11 governmental entity, that acts as an advisory committee to review 12 the terms of any proposed interim or comprehensive agreement; and

13 (C) <u>the center's role in the review, analysis, or</u> 14 <u>evaluation of the qualifying project</u> [compliance with the 15 requirements of Chapter 2268];

(9) require the responsible governmental entity to analyze the adequacy of the information to be released by the entity when seeking competing proposals and require that the entity provide more detailed information, if the entity determines necessary, to encourage competition, subject to Section 21 2267.053(g); and

(10) establish criteria, key decision points, and approvals required to ensure that the responsible governmental entity considers the extent of competition before selecting proposals and negotiating an interim or comprehensive agreement[+ and

27

[(11) require the posting and publishing of public

1 notice of a proposal requesting approval of a qualifying project,
2 including:

3 [(A) specific information and documentation 4 regarding the nature, timing, and scope of the qualifying project, 5 as required under Section 2267.053(a);

6 [(B) a reasonable period, as determined by the 7 responsible governmental entity, of not less than 45 days or more 8 than 180 days, or a longer period specified by the governing body of 9 the responsible governmental entity to accommodate a large-scale 10 project, to encourage competition and partnerships with private 11 entities and other persons in accordance with the goals of this chapter, during which the responsible governmental entity must 12 accept submission of competing proposals for the qualifying 13 14 project; and

15 [(C) a requirement for advertising the notice on 16 the governmental entity's Internet website and on TexasOnline or 17 the state's official Internet website].

18 (c) The guidelines of a responsible governmental entity19 described by Section 2267.001(5)(B) must include:

20

(1) the provisions required under Subsection (b); and

(2) a requirement that the governmental entity engage the services of qualified professionals, including an architect, professional engineer, or <u>registered municipal advisor</u> [certified <u>public accountant</u>], not otherwise employed by the governmental entity, <u>or the center</u> to provide independent analyses regarding the specifics, advantages, disadvantages, and long-term and short-term costs of [any proposal requesting approval of] a qualifying project

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1 unless the governing body of the governmental entity determines 2 that the analysis [of the proposal] is to be performed by similarly 3 qualified employees of the governmental entity.

4 (c-1) For a proposal with an estimated cost of \$5 million or
5 more for [the] construction or renovation of a <u>qualifying</u>
6 [structure or] project, the analysis conducted under Subsection
7 (c)(2) must include review [of the proposal] by an architect, a
8 professional engineer, and a <u>registered municipal advisor</u>
9 [certified public accountant] not otherwise employed by the
10 governmental entity.

11 SECTION 5. Section 2267.053(d), Government Code, is amended 12 to read as follows:

(d) The responsible governmental entity may charge a reasonable fee to cover the costs of processing, reviewing, and evaluating the proposal, including reasonable legal fees, [and] fees for financial and[7] technical[, and other necessary] advisors or consultants, and fees for the center's review or consultation.

SECTION 6. Section 2267.058(g), Government Code, is amended to read as follows:

20 (g) The comprehensive agreement must provide that а 21 security document or other instrument purporting to mortgage, 22 pledge, encumber, or create a lien, charge, or security interest on 23 or against the contracting party's interest may not extend to or 24 affect the fee simple interest of the state in the qualifying 25 project or the state's rights or interests under the comprehensive 26 agreement. Any holder of debt shall acknowledge that the mortgage, pledge, or encumbrance or a lien, charge, or security interest on or 27

1 against the contracting party's interest is subordinate to the fee 2 simple interest of the state in the qualifying project [and the 3 state's rights or interests under the comprehensive agreement].

4 SECTION 7. Section 2267.065(b), Government Code, is amended 5 to read as follows:

6 (b) A responsible governmental entity may enter into a 7 comprehensive agreement only in accordance with guidelines that 8 require the contracting person to design and construct the 9 qualifying project in accordance with procedures that do not 10 materially conflict with those specified in:

11 (1) Subchapter G, Chapter 2269, for facilities
12 projects described by Section 2269.302 [2166.2531]; or

13 (2) <u>Subchapter H, Chapter 2269</u> [Section 44.036, 14 <u>Education Code;</u>

15

[(3) Section 51.780, Education Code;

16

[(4) Section 271.119, Local Covernment Code; or

17 [(5) Subchapter J, Chapter 271, Local Government 18 Code], for civil works projects as defined by Section 2269.351 19 [271.181(2), Local Government Code].

20 SECTION 8. Section 2267.066(a), Government Code, is amended 21 to read as follows:

(a) Not later than the 10th day after the date a responsible governmental entity accepts a proposal submitted in accordance with Section <u>2267.053(b)</u> [<u>2267.053(a) or (b)</u>], the responsible governmental entity shall provide notice of the proposal as follows:

27

(1) for a responsible governmental entity described by

Section 2267.001(5)(A), by posting the proposal on the entity's
 Internet website; and

3 (2) for a responsible governmental entity described by
4 Section 2267.001(5)(B), by:

5 (A) posting a copy of the proposal on the 6 entity's Internet website; or

7 (B) publishing in a newspaper of general 8 circulation in the area in which the qualifying project is to be 9 performed a summary of the proposal and the location where copies of 10 the proposal are available for public inspection.

11 SECTION 9. Section 2268.001, Government Code, is amended by 12 amending Subdivision (1) and adding Subdivision (1-a) to read as 13 follows:

14 (1) <u>"Center" means the center for alternative finance</u>
15 and procurement established under Section 2152.110 by the Texas
16 <u>Facilities Commission.</u>

17 <u>(1-a)</u> "Commission" means the Partnership Advisory
18 Commission.

19 SECTION 10. Section 2268.056(d), Government Code, is 20 amended to read as follows:

(d) The <u>center</u> [Texas Facilities Commission], using the qualifying project fees authorized under Section 2165.353, shall provide, on a cost recovery basis, professional services [of its architectural, engineering, and real estate staff and the expertise] of financial, technical, and other necessary advisors and consultants, authorized under Section 2267.053(d), as necessary to support the Partnership Advisory Commission in its

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1 review and evaluation of proposals, including financial and risk 2 allocation analysis and ongoing contract performance monitoring of 3 qualifying projects. The <u>center</u> [Texas Facilities Commission] 4 shall assign staff and contracted advisors and consultants 5 necessary to perform the duties required by this subsection.

6 SECTION 11. Section 2268.059, Government Code, is amended 7 to read as follows:

8 Sec. 2268.059. CONFIDENTIALITY OF CERTAIN RECORDS 9 SUBMITTED TO COMMISSION. Records and information afforded protection under Section 552.153 that are provided by a responsible 10 governmental entity to the commission and the presiding officer of 11 12 the House Appropriations Committee and of the Senate Finance Committee, or their designees, shall continue to be protected from 13 14 disclosure when in the possession of the commission and the 15 presiding officers or their designees.

SECTION 12. The following provisions of the Government Code are repealed:

18

(1) Section 2267.002(e); and

19

(2) Sections 2267.053(a) and (a-1).

SECTION 13. As soon as practicable after the effective date of this Act, the Texas Facilities Commission shall adopt the rules necessary to establish the center for alternative finance and procurement in accordance with Section 2152.110, Government Code, as added by this Act.

25

SECTION 14. This Act takes effect September 1, 2015.

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 27, 2015

TO: Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB2475 by Geren (Relating to the establishment of the center for alternative finance and procurement within the Texas Facilities Commission and to public and private partnerships; authorizing a fee.), **As Passed 2nd House**

The fiscal implications of the bill cannot be determined at this time due to unavailability of data estimating the amount of public private partnership proposals governmental entities receive in Texas.

The bill would amend Government Code to create a center for alternative finance and procurement within the Texas Facilities Commission to consult with and assist governmental entities, that have elected or adopted a resolution to operate under the relevant state government code, with private public partnership proposals. Additionally, the bill would authorize the center to collect a fee.

The fiscal implications of this bill cannot be determined at this time due to the unavailability of data estimating the amount of governmental entities that would participate or the number of public private partnership proposals governmental entities receive in Texas.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 303 Facilities Commission, 304 Comptroller of Public Accounts **LBB Staff:** UP, SD, CL, EP, KPe

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 22, 2015

TO: Honorable Kevin Eltife, Chair, Senate Committee on Business & Commerce

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB2475 by Geren (Relating to the establishment of the center for alternative finance and procurement within the Texas Facilities Commission and to public and private partnerships; authorizing a fee.), **Committee Report 2nd House, Substituted**

The fiscal implications of the bill cannot be determined at this time due to unavailability of data estimating the amount of public private partnership proposals governmental entities receive in Texas.

The bill would amend Government Code to create a center for alternative finance and procurement within the Texas Facilities Commission to consult with and assist governmental entities, that have elected or adopted a resolution to operate under the relevant state government code, with private public partnership proposals. Additionally, the bill would authorize the center to collect a fee.

The fiscal implications of this bill cannot be determined at this time due to the unavailability of data estimating the amount of governmental entities that would participate or the number of public private partnership proposals governmental entities receive in Texas.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 303 Facilities Commission, 304 Comptroller of Public Accounts **LBB Staff:** UP, CL, EP, KPe

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 18, 2015

TO: Honorable Kevin Eltife, Chair, Senate Committee on Business & Commerce

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB2475 by Geren (Relating to the establishment of the center for alternative finance and procurement within the Texas Facilities Commission and to public and private partnerships; authorizing a fee.), **As Engrossed**

The fiscal implications of the bill cannot be determined at this time due to unavailability of data estimating the amount of public private partnership proposals governmental entities receive in Texas.

The bill would amend Government Code to create a center for alternative finance and procurement within the Texas Facilities Commission to consult with and assist governmental entities, that have elected or adopted a resolution to operate under the relevant state government code, with private public partnership proposals. Additionally, the bill would authorize the center to collect a fee.

The fiscal implications of this bill cannot be determined at this time due to the unavailability of data estimating the amount of governmental entities that would participate or the number of public private partnership proposals governmental entities receive in Texas.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies:

LBB Staff: UP, CL, AG, EP, KPe

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 5, 2015

TO: Honorable Byron Cook, Chair, House Committee on State Affairs

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB2475 by Geren (Relating to the establishment of the center for alternative finance and procurement within the Texas Facilities Commission and to public and private partnerships; authorizing a fee.), **Committee Report 1st House, Substituted**

The fiscal implications of the bill cannot be determined at this time due to unavailability of data estimating the amount of public private partnership proposals governmental entities receive in Texas.

The bill would amend Government Code to create a center for alternative finance and procurement within the Texas Facilities Commission to consult with and assist governmental entities, that have elected or adopted a resolution to operate under the relevant state government code, with private public partnership proposals. Additionally, the bill would authorize the center to collect a fee.

The fiscal implications of this bill cannot be determined at this time due to the unavailability of data estimating the amount of governmental entities that would participate or the number of public private partnership proposals governmental entities receive in Texas.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: LBB Staff: UP, AG, EP, KPe

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

April 7, 2015

TO: Honorable Byron Cook, Chair, House Committee on State Affairs

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB2475 by Geren (Relating to the establishment of the center for alternative finance and procurement within the Texas Facilities Commission and to public and private partnerships; authorizing a fee.), **As Introduced**

The fiscal implications of the bill cannot be determined at this time due to the unavailability of data estimating the amount of public private partnership proposals governmental entities receive in Texas.

The bill would amend Government Code to create a center for alternative finance and procurement within the Texas Facilities Commission to consult with and assist governmental entities with private public partnership proposals. Additionally, the bill would authorize the center to collect a fee.

The fiscal implications of this bill cannot be determined at this time due to the unavailability of data estimating the amount of public private partnership proposals governmental entities receive in Texas.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 303 Facilities Commission, 304 Comptroller of Public Accounts **LBB Staff:** UP, AG, EP, KPe, KVe