

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

**FISCAL NOTE, 85TH LEGISLATIVE REGULAR SESSION**

**April 24, 2017**

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

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

**IN RE:** **HB787** by Parker (Relating to the security of the electric grid.), **Committee Report 1st House, Substituted**

**No significant fiscal implication to the State is anticipated.**

The bill would amend the Utilities Code relating to the security of the electric grid. The bill would establish the Electric Grid Security Advisory Committee. The Committee is required to study critical infrastructure and its vulnerability to electromagnetic pulse and cybersecurity threats, and to report its findings and any recommendations by December 1, 2018 to the governor. Should the legislature, in consultation with the governor, determine based on the Committee's findings that upgrades to the electric grid are necessary, it shall determine whether upgrades will be funded by appropriating General Revenue Funds or through a ratepayer cost recovery mechanism.

Based on information provided by the Public Utility Commission, Office of Public Utility Counsel, and the Office of the Governor, it is assumed that duties and responsibilities associated with implementing the provisions of the bill could be accomplished by utilizing existing resources.

**Local Government Impact**

According to the Texas Municipal League, no fiscal implication to units of local government is anticipated.

**Source Agencies:** 300 Trusted Programs Within the Office of the Governor, 473 Public Utility Commission of Texas, 475 Office of Public Utility Counsel, 301 Office of the Governor

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