

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

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

**April 26, 2017**

**TO:** Honorable Angie Chen Button, Chair, House Committee on Economic & Small Business Development

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

**IN RE:** **HB3433** by Lambert (Relating to the adoption by state agencies of rules affecting rural communities.), **As Introduced**

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

The bill would require a state agency that is considering adopting a rule that would adversely affect a rural community, defined as a municipality with a population of 25,000 or less, to reduce that effect if doing so is legal and feasible. A state agency would be required to prepare an economic impact statement, prior to adopting a rule that may have an adverse economic effect on a rural community, that estimates the number of rural communities subject to the proposed rule, projects the economic impact of the rule on rural communities, and describes alternative methods of achieving the purpose of the proposed rule.

**Local Government Impact**

According to the Texas Municipal League, the fiscal impact to municipalities is not anticipated to be significant.

**Source Agencies:** 302 Office of the Attorney General, 304 Comptroller of Public Accounts, 307 Secretary of State, 313 Department of Information Resources, 320 Texas Workforce Commission, 360 State Office of Administrative Hearings, 529 Health and Human Services Commission, 551 Department of Agriculture, 582 Commission on Environmental Quality

**LBB Staff:** UP, CL, JJ, BRi, MSO, EK, TBo, ASa, JSm, JGA