

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION

April 14, 2021

TO: Honorable Kelly Hancock, Chair, Senate Committee on Business & Commerce

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: SB1580 by Hancock (relating to the use of securitization by electric cooperatives to address certain weather-related extraordinary costs and expenses.), **Committee Report 1st House, Substituted**

No significant fiscal implication to the State is anticipated.

It is assumed that the costs associated with the bill's provisions relating to the use of securitization by electric cooperatives to address certain weather-related extraordinary costs and expenses could be absorbed using existing resources.

Local Government Impact

According to the Texas Association of Counties, the bill's provisions may benefit counties and county residents who are customers of electric cooperatives by stabilizing utility bills that would otherwise increase immediately to finance recovery costs from winter storm Uri. The fiscal implications of the bill cannot be determined at this time.

Source Agencies: 212 Office of Court Admin, 304 Comptroller of Public Accounts, 307 Secretary of State, 473 Public Utility Commission of Texas, 475 Office of Public Utility Counsel

LBB Staff: JMc, SZ, MB, RRE, AF