

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 88TH LEGISLATIVE REGULAR SESSION

May 27, 2023

TO: Honorable Dade Phelan, Speaker of the House, House of Representatives

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HR2433 by Bonnen (Suspending limitations on conference committee jurisdiction, S.B. No. 10.), **As Introduced**

Estimated Two-year Net Impact to General Revenue Related Funds for HR2433, As Introduced : a negative impact of (\$4,990,000,000) through the biennium ending August 31, 2025.

This resolution would make no appropriation but could provide the legal basis for an appropriation of funds to implement the provisions of the bill.

General Revenue-Related Funds, Five- Year Impact:

| <i>Fiscal Year</i> | Probable Net Positive/(Negative) Impact to <i>General Revenue Related Funds</i> |
|------------------------|---|
| 2024 | (\$4,990,000,000) |
| 2025 | \$0 |
| 2026 | \$0 |
| 2027 | \$0 |
| 2028 | \$0 |

All Funds, Five-Year Impact:

| <i>Fiscal Year</i> | Probable Savings/(Cost) from <i>General Revenue Fund</i> 1 |
|------------------------|--|
| 2024 | (\$4,990,000,000) |
| 2025 | \$0 |
| 2026 | \$0 |
| 2027 | \$0 |
| 2028 | \$0 |

Fiscal Analysis

The resolution would suspend rules necessary for the conference committee on Senate Bill 10 to amend the Government Code to adjust the eligibility requirements for the cost-of-living adjustment provided for in the bill and adjust the amounts of the onetime supplemental payment for annuitants of the Teacher Retirement System (TRS) who are at least 70 years of age, but less than 75 years of age.

Methodology

TRS assumes that the additional cost to provide a onetime supplemental payment to annuitants who are between

70 and 75 years of age would be \$242.0 million. The cost to provide a onetime supplemental payment to annuitants who are at least 75 years of age is estimated to be approximately \$1,394.0 million. The total cost of providing the onetime supplemental payments provided for in the bill would be \$1,636.0 million.

It is assumed that the provisions of the resolution suspending rules necessary for the conference committee on Senate Bill 10 would result in a total cost of \$4,990.0 million.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 323 Teacher Retirement System

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