5/17/2001

SB 439 Madla, Shapleigh (Uresti, Capelo)

SUBJECT: Stipulating the type of matching funds to obtain TCADA grants

COMMITTEE: Public Health — favorable, without amendment

VOTE: 7 ayes — Gray, Capelo, Delisi, Glaze, Maxey, Uresti, Wohlgemuth

0 nays

2 absent — Coleman, Longoria

SENATE VOTE: On final passage, February 14 — voice vote

WITNESSES: For — Tristan Castaneda, Jr., Texas Association of Addiction Professionals

Against — None

On — Kirk Cole, Texas Commission on Alcohol and Drug Abuse

BACKGROUND: Health and Safety Code, sec. 641.014 requires an organization to provide

matching funds of at least 5 percent of the total value of a grant for chemical dependency treatment services. The federally funded grants are administered

by the Texas Commission on Alcohol and Drug Abuse (TCADA).

DIGEST: SB 439 would stipulate that the matching funds could be either cash or in-

kind contributions. This bill would take effect September 1, 2001.

SUPPORTERS

SAY:

SB 439 would ensure that community organizations could apply for grants. Often these organizations do not have significant cash holdings but do have office equipment, volunteers, or other capital. By stipulating that these other

assets could be used as matching funds, the bill would ensure that community organizations are not "priced out" of grants in the future.

SB 439 would formalize a practice that already is standard. Federal laws require matching funds, but TCADA already allows in-kind contributions.

This bill simply would ensure that that practice could continue.

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OPPONENTS No apparent opposition.

SAY: