

BILL SUMMARY
2nd Session of the 53rd Legislature

Bill No.:	HB 2398
Version:	As Introduced
Request Number:	8457
Author:	Rousselot
Date:	2/17/2012
Impact:	\$250,000 annual revenue decrease to GRDA

Research Analysis

HB 2398 prohibits the board of directors of the Grand River Dam Authority (GRDA) from increasing rates or charges or adding additional rates or charges for the use of raw water and raw water connections for five years. The rates collected during the freeze must not be more than was charged and collected prior to July 1, 2007. The measure also requires the cochairs of the Joint Legislative Task Force on the GRDA to appoint a special committee from the membership of the task force to study GRDA's powers and duties to control, store, use, distribute and sell water.

Prepared By: Robin McAlister

Fiscal Analysis

HB 2398, as introduced, prohibits the Board of the Grand River Dam Authority from raising rates for raw water until such time as a special committee can study the powers and duties of the GRDA. According to officials at the GRDA, the fiscal impact of this measure is approximately \$250,000 annually.

Prepared By: Mark Nichols

Other Considerations

None