

BILL SUMMARY
2nd Session of the 56th Legislature

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| Bill No.: | SB 888 |
| Version: | FA1 |
| Request Number: | NA |
| Author: | Rep. Perryman |
| Date: | 4/19/2018 |
| Impact: | Preliminary Estimates: |
| | FY-19: Minimal |
| | FY-20: Approximately \$1,500,000 |
| | FY-21: Approximately \$6,000,000 |
| | FY-22: Approximately \$16,000,000 |
| | Subsequent Years: In Excess of \$25,000,000 |

Research Analysis

Floor amendment 1 to SB888 deletes section 1 of the committee substitute in its entirety. Section 1 would have ended a tax credit for ethanol sales on November 1, 2018. Currently, ethanol sold by retail dealer is eligible for a tax credit of \$0.016 per gallon sold.

Prepared By: Quyen Do

Fiscal Analysis

The Tax Commission indicates the revenue potential from a one dollar (\$1.00) per megawatt hour produced on production resulting from property becoming commercially operational on or after January 1, 2019 may reach:

- Minimal fiscal impact in FY19,
- Approximately \$1,500,000 in collections in FY20,
- Approximately \$6,000,000 in collections in FY21,
- Approximately \$16,000,000 in collections in FY22, and
- Collections in excess of \$25,000,000 could be expected in future years.

The Commission indicates estimates would be subject to change.

Prepared By: Mark Tygret

Other Considerations

None.