

BILL SUMMARY
2nd Session of the 57th Legislature

Bill No.:	HB 3898
Version:	Introduced
Request Number:	9799
Author:	Rep. Wallace
Date:	2/24/2020
Impact:	FY-21 GR increase: approx.. \$20 Million

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

Section 3 of HB 3898 imposes on GRDA a payment in lieu of taxation equal to 10% of operating revenues. Based on previous analysis, the annual in lieu of taxation payments required by the measure would equal approximately \$42 Million annually.

HB 3898 provides that such payments be apportioned to the General Revenue Fund. The measure has an effective date of January 1, 2021. With that effective date, six months of payment collections will occur within state fiscal year FY-21. For this reason the anticipated that the General Revenue certification for FY-21 would increase approximately \$20 Million, (\$42 Million per year / 12 months x 6 months x 95%).

Prepared By: John McPhetridge

Other Considerations

None.