

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 79TH LEGISLATURE 3rd CALLED SESSION - 2006

April 29, 2006

TO: Honorable Steve Ogden, Chair, Senate Committee on Finance

FROM: John S. O'Brien, Deputy Director, Legislative Budget Board

IN RE: HB2 by Pitts (Relating to the allocation of certain revenue from franchise taxes, motor vehicle sales and use taxes, and taxes on cigarettes and other tobacco products to school district property tax relief and public education.), **Committee Report 2nd House, Substituted**

The allocation of revenues cannot be determined at this time.

The bill would amend various provisions in the Government Code and Tax Code to allocate certain tax revenues to provide property tax relief and to allocate certain tax revenues to public education.

This bill would amend Chapter 403 of the Government Code to create the Property Tax Relief Fund.

The bill would amend Chapter 171 of the Tax Code to allow for distribution of certain franchise tax revenues.

The bill would amend Chapter 152 of the Tax Code to allow for distribution of certain motor vehicle sales and use tax revenues.

The bill would amend Chapter 154 of the Tax Code to allow for distribution of certain cigarette tax revenues.

The bill would amend Chapter 155 of the Tax Code to allow for distribution of certain tobacco products tax revenues.

This bill would take effect September 1, 2006.

Local Government Impact

No fiscal implication to units of local government is anticipated.

Source Agencies: 304 Comptroller of Public Accounts

LBB Staff: JOB, SD