

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 80TH LEGISLATIVE REGULAR SESSION**

**March 30, 2007**

**TO:** Honorable Fred Hill, Chair, House Committee on Local Government Ways & Means

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

**IN RE: HB3870** by Raymond (Relating to sales and use taxes in emergency services districts.), **As Introduced**

**No fiscal implication to the State is anticipated.**

The bill would amend Chapter 775 of the Tax Code to allow emergency service districts to impose, abolish, or change the rate of a sales tax provided that the district excluded from the election and tax any territory within the district having a sales tax rate at 2 percent.

This bill would take effect September 1, 2007.

**Local Government Impact**

The emergency service districts that would impose or change their sales tax are not known; therefore, the fiscal impact on units of local government cannot be determined.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** JOB, CT