

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 82ND LEGISLATIVE REGULAR SESSION

April 18, 2011

TO: Honorable Allan Ritter, Chair, House Committee on Natural Resources

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

IN RE: HB3555 by Riddle (Relating to the payment of impact fees by school districts and institutions of higher education.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would amend the Local Government Code to include an institution of higher education as a governmental entity that is excluded from certain impact fee requirements. The bill also would exempt a school district or an institution of higher education from a fee imposed under Section 49.212(d) of the Water Code.

The University of Texas System Administration, the University of North Texas System Administration and the Texas A&M University System Administration reported there would be a savings for the institutions, but the amounts are not anticipated to be significant.

The Texas State University System and the Texas Tech University System Administration reported there would be no fiscal impact because the systems currently do not pay impact fees.

The Comptroller of Public Accounts reported there would be no administrative costs to implement the provisions of the bill.

Local Government Impact

There could be a negative fiscal impact to an entity that would no longer collect impact fees, but the amounts would vary depending on the amount of impact fees and current procedures.

The City of Arlington reported no fiscal impact is anticipated since the city does not currently collect fees for construction by institutions of higher education.

The San Antonio River Authority reported there would be a loss of \$100,000 in fiscal years 2015 and 2016 from uncollected impact fees, but the amounts would not be significant.

Source Agencies: 304 Comptroller of Public Accounts, 710 Texas A&M University System Administrative and General Offices, 720 The University of Texas System Administration, 758 Texas State University System, 768 Texas Tech University System Administration, 769 University of North Texas System Administration, 783 University of Houston System Administration

LBB Staff: JOB, SZ, TP