

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 5, 2015

TO: Honorable Robert Nichols, Chair, Senate Committee on Transportation

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: **HB1716** by Oliveira (Relating to the term for a lease of land owned by certain navigation districts.), **As Engrossed**

No fiscal implication to the State is anticipated.

The bill would amend the Water Code to permit certain navigation districts to lease the surface of land for up to 50 years.

Local Government Impact

There would be a fiscal impact on navigation districts in savings of the decreasing cost of legal fees, the drafting of new contracts, and advertisement and filing fees. There would be revenue gain for navigation districts from the increased value of longer term contracts. These amounts would vary depending on the entity and terms of the lease.

The Port Isabel-San Benito Navigation District reported \$2,170 savings in renewal requirements of leases and \$94,500 in revenue gains from increased lease value to tenants.

Source Agencies: 304 Comptroller of Public Accounts

LBB Staff: UP, AG, CL, SD, EK