LEGISLATIVE BUDGET BOARD Austin, Texas

FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

April 8, 2019

TO: Honorable Charles Perry, Chair, Senate Committee on Water & Rural Affairs

- **FROM:** John McGeady, Assistant Director Sarah Keyton, Assistant Director Legislative Budget Board
- **IN RE: SB2322** by Creighton (Relating to rates established by municipalities for water and sewer services.), **As Introduced**

No fiscal implication to the State is anticipated.

The bill would amend the Water Code to prohibit a municipality or a municipally owned utility from establishing certain rates applicable only to non-profit or tax exempt entities.

Local Government Impact

The bill could reduce revenues in local jurisdictions that have established differential utility rates that apply to non-profit and tax exempt institutions; however, the amount of this effect cannot be determined at this time.

Source Agencies: LBB Staff: WP, SZ, SD, GP