

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

**FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION**

**May 2, 2021**

**TO:** Honorable Paul Bettencourt, Chair, Senate Committee on Local Government

**FROM:** Jerry McGinty, Director, Legislative Budget Board

**IN RE: HB871** by Morrison (Relating to the municipal fees charged to certain air conditioning and refrigeration contractors.), **As Engrossed**

<b>No fiscal implication to the State is anticipated.</b>
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The bill would amend the Occupations Code to prohibit a municipality from charging a registration fee to certain air conditioning and refrigeration contractors.

**Local Government Impact**

The City of Plano anticipates a cost of \$20,000 annually in lost registration fee revenue.

The City of Houston anticipates a cost of \$650,000 in fiscal year 2022 in lost registration fee revenue. The city anticipates that cost to increase by an additional \$10,000 each subsequent fiscal year through fiscal year 2026 due to projected growth in these registrations.

**Source Agencies:**

**LBB Staff:** JMc, AF, DPE, CMA, ANE