

SUBJECT: Postponing end of certain revenue transfers to the state highway fund

COMMITTEE: Appropriations — favorable, without amendment

VOTE: 17 ayes — Bonnen, C. Bell, DeAyala, Gates, Howard, Isaac, Jetton, Martinez, Morrison, Orr, Spiller, Tepper, Thimesch, E. Thompson, VanDeaver, Walle, Wu

0 nays

10 absent — M. González, Allison, Bryant, Gervin-Hawkins, Jarvis Johnson, Martinez Fischer, Ortega, Rose, Stucky, Toth

SENATE VOTE: On final passage (April 18) — 31 - 0

WITNESSES: None (*considered in a formal meeting May 9*)

BACKGROUND: Government Code secs. 316.092 and 316.093 provide for the allocation of certain oil and gas production tax revenue to the Economic Stabilization Fund and the State Highway Fund. These provisions expire on December 31, 2034.

Some have suggested that the state should continue to divide a portion of funds from oil and gas production tax revenue evenly between the Economic Stabilization Fund and the State Highway Fund to support the state's growing transportation needs.

DIGEST: SB 1232 would postpone the expiration date of Government Code secs. 316.092 and 316.093 from 2034 to 2042.

The bill would take effect September 1, 2023.