

**BILL ANALYSIS**

Senate Research Center  
77R7877 ATP-D

S.B. 1440  
By: Gallegos  
State Affairs  
3/22/2001  
As Filed

**DIGEST AND PURPOSE**

Currently, certain municipalities pay a majority of the taxable value of county property taxes but receive a disproportionate share of the general revenue allocations. As proposed, S.B. 1440 prohibits a county with a population of three million or more from using more than one-half of the total expenditures from the general fund in a manner that benefits only the area in the county located outside the most populous municipality located wholly or partly in the county.

**RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

**SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Chapter 113Z, Local Government Code, by adding Section 113.904, as follows:

Sec. 113.904. USE OF GENERAL REVENUE IN POPULOUS COUNTY. (a) Provides that this section applies only to a county with a population of three million or more.

(b) Prohibits the county from using more than one-half of the total expenditures from the general fund of the county during a county fiscal year in a manner that benefits only the area in the county located outside the most populous municipality located wholly or partly in the county.

SECTION 2. Effective date: September 1, 2001.