

List of \$30 Billion in Revenue Options

Source	Potential Revenue for 2012-13 Biennium (millions)	Relevant Legislation/ Other Information (as of 5/2/11)
Non-Tax Revenue		
1 Use the Rainy Day Fund	\$6,300	Amount left after HB 275 (Pitts) reduction; Senate CSHB 1 includes using \$3 billion.
2 Defer FSP Aug 2013 payment to Sept. 2013	\$2,000	CSHB 3790 (Pitts) ; SB 1811 (Duncan)
3 Accelerate franchise tax	\$880	SB 1811 (Duncan)
4 Defer FY13 Medicaid provider payments to FY14	\$700	
5 Liquidate Tobacco Permanent Health Funds	\$430	Assumed in Senate CSHB1
6 Accelerate sales tax on monthly payers	\$200	SB 1811 (Duncan)
7 Change unclaimed property transfer from Nov.1 to July 1 of 2013 (creates an extra transfer in FY14)	\$200	CSHB 3790 (Pitts) ; SB 1811 (Duncan)
8 Use Texas Enterprise Fund and Emerging Technology Fund balances to certify the budget	\$200	
9 Sales for resale fix	\$200	SB 1811(Duncan)
10 Delay motor fuels tax transfer to fund 006 & 002	\$193	SB 1811 (Duncan)
11 Tobacco earnings for CPRIT debt services	\$100	SB 1811 (Duncan)
12 Accelerate gas and diesel fuel taxes	\$80	SB 1811 (Duncan)
13 Reduce unclaimed property dormancy period	\$78	SB 1811 (Duncan) ; HB 257 (Hilderbran)
14 Reinstate amnesty for tax filers not already contacted by Comptroller	\$50	
15 Unclaimed Securities Liquidation	\$38	SB 1811 (Duncan)
16 Sell various state properties	\$35	SB 1811 (Duncan)

17	Impose penalties for alcoholic beverage tax violations	\$26	HB 11 (Cook); SB 1811 (Duncan)
18	Reclassify small cigars as cigarettes	\$25.1	HB 2547 (Zerwas); SB 1811 (Duncan)
19	Enhance penalties for failure to pay various taxes	\$15	HB 255 (Hilderbran)
20	Accelerate alcoholic beverage taxes	\$12.5	SB 1811 (Duncan)
21	Require a person to maintain and produce certain records to substantiate a claim for a tax refund in district court	\$11	CSHB 3790 (Pitts)
22	Remove Comptroller's requirement to audit cities and counties participating in the collection improvement program at the Office of Court Administration	\$8.9	CSHB 3790 (Pitts); SB 1811 (Duncan)
23	Reclassify Court of Criminal Appeals training fund	\$5.3	SB 1811 (Duncan)
24	Repeal finger print requirement for TANF & SNAP benefits	\$3	CSHB 3790 (Pitts)
SUB-TOTAL:		\$11,790.8	
Eliminate tax exemptions			
25	Sales tax on business and professional services such as legal, architectural, freight, real estate broker, accounting, management consulting, etc.	\$5,100	Excludes health care, construction, personal services, other services. "Duncan list" includes sales tax exemptions for contract computer programming (\$325 million) and data processing (\$60 million).
26	Eliminate high-cost-natural-gas exemption	\$2,300	
27	Eliminate recognition of optional percentage homestead exemption	\$1,000	
28	Eliminate freeport property tax exemption (constitutional)	\$850	
29	Eliminate 10% property tax appraisal cap (constitutional)	\$650	

30	Repeal a Blue Cross Blue Shield sales tax exemption that reimburses the company for taxable items purchased to fulfill federal contracts	\$200	
31	Satellite TV vs. cable "parity" bill for franchise taxes	\$100	HB 259/HB 3675 (Eiland)
32	Eliminate gasoline tax collection allowance	\$100	
33	Eliminate CAPCO tax credits	\$100	
34	Reduce sales-tax timely filer discounts	\$85	LBB proposal; HB 2045 (Burnam)
35	Suspends FY 12 & 11 sales tax holiday if the bill receives the votes needed to go into immediately effect; establish a review process to determine if future sales tax holidays are held	\$70*	*\$14.5m in FY11 and \$55.5 in FY12 (LBB)/ savings would increase to \$111.9m if suspended in FY13 as well; CSHB 3790 (Pitts); LBB recommendation
36	Limit school property tax abatements	\$60	SB 1590 (Ogden/Hinojosa)
37	Eliminate sales tax exemption on rolling stock and locomotives	\$33	
38	Repeal tax credit insurers currently receive for payment of examination fees	\$20	CSHB 3790 (Pitts)
39	Tax Internet sales ("Amazon" bills)	\$16	HB 2403 (Otto); CSSB 1798 (West)
40	Repeal hotel tax permanent resident exemption	\$10	HB 3014 (Oliveira); SB 1811 (Duncan); LBB recommendation
41	Repeal state refunds for businesses with local property tax abatements	\$10	Annual revenue raised by HB 658 (Villarreal) starting in 2013; SB 1663 (Ellis); SB 1811 (Duncan); LBB recommendation
42	Repeal Sunday liquor sales restrictions	\$7	SB 595 (Ellis)/HB 1540 (Aliseda). Also HB 3685 (Aliseda); LBB recommendation
SUB-TOTAL:		\$10,641.4	
Raise existing taxes/fees			
43	Increase franchise tax rate from 1% to 1.25% (retail from 0.5% to 0.625%)	\$2,100	

44	Raise gasoline tax (from 20 cents to 25 cents per gallon) – 23 states now at 25 cents or higher	\$1,500	3/4 to fund 006, 1/4 to schools
45	Raise cigarette tax from \$1.41 to \$2.46 per pack – 8 states and D.C. now at \$2.50 or above	\$750	HB 2602 (Alvarado)
46	Raise beer tax (from 11 cents to 17 cents per six-pack) – 15 states would be higher	\$100	
47	Petroleum delivery fee continuation	\$59.2	SB 1811 (Duncan)
48	Reduce distributors cigarette tax stamp discount from 3% to 1%	\$47	SB 1811 (Duncan)
49	Increase state traffic fine	\$41	LBB recommendation; HB 258 (Gonzalez); HB 1233 (Gonzalez)
50	Expand the \$50 late filer penalty to taxes beyond the sales tax; assess penalty on first late filing rather than third	\$13	CSHB 3790 (Pitts)
51	Increase charge for export stamps	\$1	SB 1811 (Duncan); HB1894 (Quintanilla); HB 3284 (Guillen) has \$6.3 million GR gain; SB 776 (Zaffirini)/HB 3284, \$1 million; LBB recommendation
SUB-TOTAL:		\$4,611.2	
52	Temporary increase in the rate of the sales tax	\$3,000	HB 1597 (Menendez)
New taxes/fees			
53	Soda tax	\$1,058	HB 2214 (Farias); SB 1004 (Lucio)
54	Quality Assurance Fee (1% on revenues of hospitals and freestanding surgery centers)	\$350	Plus federal match of \$550 million
55	ERS GBP agency enrollment fee	\$165	SB 1811 (Duncan)
56	Impose a \$100 surcharge on sale of new “gas guzzling” vehicles	\$115	LBB recommendation; HB 3067 (Burnam)

57	Process server certification fee	\$1.5	SB 1811 (Duncan)
SUB-TOTAL:		\$1,689.5	
GRAND TOTAL:		\$31,732.9	