

**BILL SUMMARY**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB 1404</b>
<b>Version:</b>	<b>FULLPCS1</b>
<b>Request Number:</b>	<b>8001</b>
<b>Author:</b>	<b>Rep. Humphrey</b>
<b>Date:</b>	<b>2/15/2019</b>
<b>Impact:</b>	<b>\$0</b>
	<b>County Option</b>

**Research Analysis**

Pending

Prepared By: House Research Staff

**Fiscal Analysis**

HB 1404 proposes new law to provide for a seven percent (7%) tax on the severance of rock, gravel, granite, sand, gypsum, limestone or any other natural materials mined for purposes of producing aggregate within the state by any lawfully recognized for-profit business entity. The resulting severance tax proceeds shall be paid to the county or municipality treasurer to be placed in the county or municipality general revenue fund. The measure also proposes two exemptions: (1) aggregates extracted by a person from real property they own and not sold for profit and (2) limestone extracted for agricultural purposes. The imposition of a county severance tax will have no estimated impact to state revenues.

Prepared By: Mark Tygret

**Other Considerations**

None.