

Natural Gas Distribution Tax

History of Major Changes

2000 Legislature enacts House Bill 287, creating the tax effective July 1, 2001. The tax is designed to replace local tax revenue that will be lost from a reduction in natural gas utility personal property tax assessment percentages.

2002 The distribution formula is changed. The share to the School District Property Tax Replacement Fund falls from 70% to 68.7%; the share to the Local Government Property Tax Replacement Fund is increased from 30% to 31.3%

2011 Am.Sub.H.B. 153 again changes the distribution formula. Beginning with fiscal year 2012, the general revenue fund is to receive 100% of the natural gas distribution tax revenue.
