

March 20, 2017

The Honorable Jane Nelson
Chair, Finance Committee
Texas Senate
Capitol Building, Room 1E.5
Austin, Texas 78701

Dear Chair Nelson:

This letter is a follow-up to recent questions regarding the timing of transfers of sales tax revenue to the State Highway Fund from the General Revenue Fund pursuant to Proposition 7.

If the estimated \$2.2 billion in sales tax collections in fiscal 2018 for the highway fund were transferred in September 2018, and the \$2.5 billion in fiscal 2019 sales taxes were transferred in September 2019, then there would be a gain to certification of \$2.5 billion for the 2018-19 biennium.

Sincerely,



Glenn Hegar

cc: John Zerwas, Chair, House Appropriations Committee

