



Revenue Volatility Analysis Bill Presented to Governor

On September 12, 2012, California Governor Jerry Brown (D-CA) received [AB 1963](#), a bill that intends to reduce the state's General Fund revenue volatility by analyzing the methods by which a reduction in revenue volatility may be achieved without a reduction or increase in the total available revenue.

Introduced by Assembly Member Alyson Huber (D-10th district), the bill calls upon the state's Legislative Analyst's Office (LAO) to conduct a study on the impacts of potential changes to the state's existing tax laws and how those changes would affect revenue changes over time.

The report, to be completed by July 2013, should include an examination of the effect that imposing a tax on the sale or use of services would have on the state's revenue and volatility and whether an exemption of service taxes should apply to the sale of services between businesses.

NATA will monitor the LAO's progress and whether the analysis reviews tax changes on the aviation community and the services it provides.