

1-1 By: Flores, et al. (Senate Sponsor - Zaffirini) H.B. No. 4645
 1-2 (In the Senate - Received from the House May 10, 2023;
 1-3 May 11, 2023, read first time and referred to Committee on Local
 1-4 Government; May 19, 2023, reported favorably by the following
 1-5 vote: Yeas 6, Nays 2; May 19, 2023, sent to printer.)

1-6 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-7 Bettencourt	X			
1-8 Springer		X		
1-9 Eckhardt	X			
1-10 Gutierrez			X	
1-11 Hall		X		
1-12 Nichols	X			
1-13 Parker	X			
1-14 Paxton	X			
1-15 West	X			

1-17 A BILL TO BE ENTITLED
 1-18 AN ACT

1-19 relating to the exemption from ad valorem taxation of certain
 1-20 property used to provide low-income or moderate-income housing.

1-21 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-22 SECTION 1. Section 11.1825, Tax Code, is amended by adding
 1-23 Subsection (a-1) to read as follows:

1-24 (a-1) An organization that leases land under a ground lease
 1-25 is entitled to an exemption from taxation of the improvements owned
 1-26 by the organization that the organization constructs or
 1-27 rehabilitates and uses to provide housing to individuals or
 1-28 families meeting the income eligibility requirements of this
 1-29 section. An organization that leases land as described by this
 1-30 subsection is considered to be the owner of the land for purposes of
 1-31 the provisions of this section requiring that an organization own
 1-32 property for the purpose of constructing or rehabilitating a
 1-33 housing project on the property in order to receive an exemption for
 1-34 the property. A reference in this section to acquiring property
 1-35 includes leasing the property as described by this subsection. A
 1-36 reference in this section to an exemption from taxation or the
 1-37 appraisal of property means the improvements constructed or
 1-38 rehabilitated on the property if the property consists of land and
 1-39 improvements described by this subsection.

1-40 SECTION 2. The change in law made by this Act applies only
 1-41 to an ad valorem tax year that begins on or after the effective date
 1-42 of this Act.

1-43 SECTION 3. This Act takes effect January 1, 2024.

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