

Amend **CSHB 3** by adding the following ARTICLE, numbered appropriately, to read as follows:

ARTICLE \_\_\_\_ . TEXAS ECONOMIC DEVELOPMENT ACT

SECTION \_\_.01. Section 313.007, Tax Code, is amended to read as follows:

Sec. 313.007. EXPIRATION. Subchapters B, C, and D expire December 31, 2011 [~~2007~~].

SECTION \_\_.02. Section 313.024(a), Tax Code, is amended to read as follows:

(a) This subchapter and Subchapters C and D apply only to property owned by an entity [~~a corporation or limited liability company~~] to which Chapter 171 [~~Section 171.001~~] applies.

SECTION \_\_.03. Section 313.024(b), Tax Code, as amended by **HB 2201**, Acts of the 79th Legislature, Regular Session, 2005, is amended to read as follows:

(b) To be eligible for a limitation on appraised value under this subchapter, the entity [~~corporation or limited liability company~~] must use the property in connection with:

- (1) manufacturing;
- (2) research and development;
- (3) a clean coal project, as defined by Section 5.001, Water Code;
- (4) a gasification project for a coal and biomass mixture; or
- (5) renewable energy electric generation.

SECTION \_\_.04. Section 313.051, Tax Code, is amended by amending Subsections (a) and (b) and adding Subsection (a-1) to read as follows:

(a) This subchapter applies only to a school district that has territory in:

(1) a strategic investment area, as defined by Section 171.721; [~~7 Tax Code,~~] or

(2) in [~~in~~] a county:

(A) [~~(1)~~] that has a population of less than 50,000;

(B) [~~(2)~~] that is not partially or wholly located in a metropolitan statistical area; and

(C) [~~(3)~~] in which, from 1990 to 2000, according to the federal decennial census, the population:

(i) [~~(A)~~] remained the same;

(ii) [~~(B)~~] decreased; or

(iii) [~~(C)~~] increased, but at a rate of not more than three percent per annum.

(a-1) Notwithstanding Subsection (a), if on January 1, 2002, this subchapter applied to a school district in whose territory is located a federal nuclear facility, this subchapter continues to apply to the school district regardless of whether the school district ceased or ceases to be described by Subsection (a) after that date.

(b) The governing body of a school district to which this subchapter applies may enter into an agreement in the same manner as a school district to which Subchapter B applies may do so under Subchapter B, subject to Sections 313.052-313.054. Except as otherwise provided by this subchapter, the provisions of Subchapter B apply to a school district to which this subchapter applies. For purposes of this subchapter, a property owner is required to create only at least 10 new jobs on the owner's qualified property. At least 80 percent of all the new jobs created must be qualifying jobs as defined by Section 313.021(3), except that, for a school district described by Subsection (a)(2) of this section, each qualifying job must pay at least 110 percent of the average weekly wage for manufacturing jobs in the region designated for the regional planning commission, council of governments, or similar regional planning agency created under Chapter 391, Local Government Code, in which the district is located.

SECTION \_\_.05. Section 313.051(b), Tax Code, as amended by this Act, applies only to a limitation on the appraised value for school district maintenance and operations ad valorem tax purposes for which the owner files an application on or after the effective date of this Act. A limitation on the appraised value for school district maintenance and operations ad valorem tax purposes for which the owner files an application before the effective date of

this Act is governed by the law as it existed immediately before the effective date of this Act, and that law is continued in effect for that purpose.