Amend HB 3896 on third reading (second reading engrossment) as follows:

(1) On page 1, lines 19-20, strike "<u>a municipality or the</u> <u>commissioners court of a county, as applicable, that enters into a</u> <u>tax abatement agreement</u>" and substitute "<u>the taxing unit granting</u> the abatement".

(2) On page 2, line 3, strike "Subsections (a-1) and (a-2)" and substitute "Subsections (a-1), (a-2), and (a-3)".

(3) On page 3, between lines 13 and 14, insert:

"(a-3) The commissioners court may execute a tax abatement agreement with a lessee of taxable real property located in a reinvestment zone designated under this subchapter to exempt from taxation all or a portion of the value of the fixtures, improvements, or other real property owned by the lessee and located on the property that is subject to the lease, all or a portion of the value of tangible personal property owned by the lessee and located on the real property that is the subject of the lease, or all or a portion of the value of both the fixtures, improvements, or other real property and the tangible personal property described by this subsection."