

By: Wentworth

S.B. No. 443

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to the appraisal of inventory consisting of residential  
3 real property.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 23.12(a), Tax Code, is amended to read as  
6 follows:

7 (a) Except as provided by Sections 23.121, 23.1241, 23.124,  
8 and 23.127, the market value of an inventory is the price for which  
9 it would sell as a unit to a purchaser who would continue the  
10 business. [~~An inventory shall include residential real property  
11 which has never been occupied as a residence and is held for sale in  
12 the ordinary course of a trade or business, provided that the  
13 residential real property remains unoccupied, is not leased or  
14 rented, and produces no income.~~]

15 SECTION 2. This Act applies only to ad valorem taxes imposed  
16 for a tax year beginning on or after the effective date of this Act.

17 SECTION 3. This Act takes effect January 1, 2010.