

By: Parker

H.B. No. 755

A BILL TO BE ENTITLED

AN ACT

1
2 relating to the use by certain tax-exempt organizations of certain
3 payments made in connection with real property transfers to provide
4 educational activities through certain schools.

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

6 SECTION 1. Section 5.202(c), Property Code, is amended to
7 read as follows:

8 (c) The benefit described by Subsection (b)(9)(C) may
9 collaterally benefit:

10 (1) a community composed of:

11 (A) [~~(1)~~] property that is adjacent to the
12 encumbered property; or

13 (B) [~~(2)~~] property a boundary of which is not
14 more than 1,000 yards from a boundary of the encumbered property; or

15 (2) with respect to a payment to a school for
16 educational activities, property not described by Subdivision (1)
17 if:

18 (A) the encumbered property is located within the
19 school's assigned attendance zone; and

20 (B) the direct benefit to the encumbered property
21 is substantial.

22 SECTION 2. This Act takes effect September 1, 2017.