

By: Fallon

H.B. No. 2524

A BILL TO BE ENTITLED

1 AN ACT  
2 relating to an exemption from ad valorem taxation of the residence  
3 homestead of the surviving spouse of a first responder who is killed  
4 or fatally injured in the line of duty.

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

6 SECTION 1. Subchapter B, Chapter 11, Tax Code, is amended by  
7 adding Section 11.134 to read as follows:

8 Sec. 11.134. RESIDENCE HOMESTEAD OF SURVIVING SPOUSE OF  
9 FIRST RESPONDER KILLED IN LINE OF DUTY. (a) In this section:

10 (1) "First responder" means an individual listed under  
11 Section 615.003, Government Code.

12 (2) "Residence homestead" has the meaning assigned by  
13 Section 11.13.

14 (3) "Surviving spouse" means the individual who was  
15 married to a first responder at the time of the first responder's  
16 death.

17 (b) The surviving spouse of a first responder who is killed  
18 or fatally injured in the line of duty is entitled to an exemption  
19 from taxation of the total appraised value of the surviving  
20 spouse's residence homestead if the surviving spouse has not  
21 remarried since the death of the first responder. The exemption  
22 provided by this section applies regardless of the date of the first  
23 responder's death if the surviving spouse otherwise meets the  
24 qualifications of this section.

1       (c) A surviving spouse who receives an exemption under  
2 Subsection (b) for a residence homestead is entitled to receive an  
3 exemption from taxation of a property that the surviving spouse  
4 subsequently qualifies as the surviving spouse's residence  
5 homestead in an amount equal to the dollar amount of the exemption  
6 from taxation of the first property for which the surviving spouse  
7 received the exemption under Subsection (b) in the last year in  
8 which the surviving spouse received that exemption if the surviving  
9 spouse has not remarried since the death of the first responder.  
10 The surviving spouse is entitled to receive from the chief  
11 appraiser of the appraisal district in which the first property for  
12 which the surviving spouse claimed the exemption was located a  
13 written certificate providing the information necessary to  
14 determine the amount of the exemption to which the surviving spouse  
15 is entitled on the subsequently qualified homestead.

16       SECTION 2. Section 11.42(c), Tax Code, is amended to read as  
17 follows:

18       (c) An exemption authorized by Section 11.13(c) or (d),  
19 11.132, ~~or~~ 11.133, or 11.134 is effective as of January 1 of the  
20 tax year in which the person qualifies for the exemption and applies  
21 to the entire tax year.

22       SECTION 3. Section 11.43(c), Tax Code, is amended to read as  
23 follows:

24       (c) An exemption provided by Section 11.13, 11.131, 11.132,  
25 11.133, 11.134, 11.17, 11.18, 11.182, 11.1827, 11.183, 11.19,  
26 11.20, 11.21, 11.22, 11.23(a), (h), (j), (j-1), or (m), 11.231,  
27 11.254, 11.27, 11.271, 11.29, 11.30, 11.31, or 11.315, once

1 allowed, need not be claimed in subsequent years, and except as  
2 otherwise provided by Subsection (e), the exemption applies to the  
3 property until it changes ownership or the person's qualification  
4 for the exemption changes. However, the chief appraiser may  
5 require a person allowed one of the exemptions in a prior year to  
6 file a new application to confirm the person's current  
7 qualification for the exemption by delivering a written notice that  
8 a new application is required, accompanied by an appropriate  
9 application form, to the person previously allowed the exemption.  
10 If the person previously allowed the exemption is 65 years of age or  
11 older, the chief appraiser may not cancel the exemption due to the  
12 person's failure to file the new application unless the chief  
13 appraiser complies with the requirements of Subsection (q), if  
14 applicable.

15 SECTION 4. Section 11.431(a), Tax Code, is amended to read  
16 as follows:

17 (a) The chief appraiser shall accept and approve or deny an  
18 application for a residence homestead exemption, including an  
19 exemption under Section 11.131 or 11.132 for the residence  
20 homestead of a disabled veteran or the surviving spouse of a  
21 disabled veteran, ~~or~~ an exemption under Section 11.133 for the  
22 residence homestead of the surviving spouse of a member of the armed  
23 services of the United States who is killed in action, or an  
24 exemption under Section 11.134 for the residence homestead of the  
25 surviving spouse of a first responder who is killed or fatally  
26 injured in the line of duty, after the deadline for filing it has  
27 passed if it is filed not later than one year after the delinquency

1 date for the taxes on the homestead.

2 SECTION 5. Section 26.10(b), Tax Code, is amended to read as  
3 follows:

4 (b) If the appraisal roll shows that a residence homestead  
5 exemption under Section 11.13(c) or (d), 11.132, [~~or~~] 11.133, or  
6 11.134 applicable to a property on January 1 of a year terminated  
7 during the year and if the owner of the property qualifies a  
8 different property for one of those residence homestead exemptions  
9 during the same year, the tax due against the former residence  
10 homestead is calculated by:

11 (1) subtracting:

12 (A) the amount of the taxes that otherwise would  
13 be imposed on the former residence homestead for the entire year had  
14 the owner qualified for the residence homestead exemption for the  
15 entire year; from

16 (B) the amount of the taxes that otherwise would  
17 be imposed on the former residence homestead for the entire year had  
18 the owner not qualified for the residence homestead exemption  
19 during the year;

20 (2) multiplying the remainder determined under  
21 Subdivision (1) by a fraction, the denominator of which is 365 and  
22 the numerator of which is the number of days that elapsed after the  
23 date the exemption terminated; and

24 (3) adding the product determined under Subdivision  
25 (2) and the amount described by Subdivision (1)(A).

26 SECTION 6. Section 26.112, Tax Code, is amended to read as  
27 follows:

1           Sec. 26.112.   CALCULATION OF TAXES ON RESIDENCE HOMESTEAD OF  
2 CERTAIN PERSONS. (a) Except as provided by Section 26.10(b), if at  
3 any time during a tax year property is owned by an individual who  
4 qualifies for an exemption under Section 11.13(c) or (d), ~~[or]~~  
5 11.133, or 11.134, the amount of the tax due on the property for the  
6 tax year is calculated as if the individual qualified for the  
7 exemption on January 1 and continued to qualify for the exemption  
8 for the remainder of the tax year.

9           (b) If an individual qualifies for an exemption under  
10 Section 11.13(c) or (d), ~~[or]~~ 11.133, or 11.134 with respect to the  
11 property after the amount of the tax due on the property is  
12 calculated and the effect of the qualification is to reduce the  
13 amount of the tax due on the property, the assessor for each taxing  
14 unit shall recalculate the amount of the tax due on the property and  
15 correct the tax roll. If the tax bill has been mailed and the tax on  
16 the property has not been paid, the assessor shall mail a corrected  
17 tax bill to the person in whose name the property is listed on the  
18 tax roll or to the person's authorized agent. If the tax on the  
19 property has been paid, the tax collector for the taxing unit shall  
20 refund to the person who paid the tax the amount by which the  
21 payment exceeded the tax due.

22           SECTION 7. Section 403.302(d-1), Government Code, is  
23 amended to read as follows:

24           (d-1) For purposes of Subsection (d), a residence homestead  
25 that receives an exemption under Section 11.131, ~~[or]~~ 11.133, or  
26 11.134, Tax Code, in the year that is the subject of the study is not  
27 considered to be taxable property.

1           SECTION 8. Section 11.134, Tax Code, as added by this Act,  
2 applies only to a tax year beginning on or after January 1, 2018.

3           SECTION 9. This Act takes effect January 1, 2018, but only  
4 if the constitutional amendment proposed by the 85th Legislature,  
5 Regular Session, 2017, authorizing the legislature to provide for  
6 an exemption from ad valorem taxation of all or part of the market  
7 value of the residence homestead of the surviving spouse of a first  
8 responder who is killed or fatally injured in the line of duty is  
9 approved by the voters. If that amendment is not approved by the  
10 voters, this Act has no effect.