By: Hefner H.B. No. 2868

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to the adoption of the budget of an appraisal district.

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

4 SECTION 1. Section 6.037, Tax Code, is amended to read as

5 follows: Sec. 6.037. PARTICIPATION OF CONSERVATION AND RECLAMATION 6 DISTRICTS IN APPRAISAL DISTRICT MATTERS. 7 In this title, a reference to the taxing units entitled to vote on the appointment of 8 9 appraisal district board members includes the conservation and reclamation districts participating in the appraisal district, 10 11 without regard to whether the conservation and reclamation 12 districts are currently entitled to do so under Section 6.03(c). In a provision of this title other than Section 6.03 or 6.031 that 13 grants authority to a majority or other number of the taxing units 14 entitled to vote on the appointment of appraisal district 15 16 directors, including [the disapproval of the appraisal district budget under Section 6.06 and] the disapproval of appraisal 17 district board actions under Section 6.10, the conservation and 18 reclamation districts participating in the appraisal district are 19 20 given the vote or authority of one taxing unit. That vote or 21 authority is considered exercised only if a majority of the conservation and reclamation districts take the same action to 22 23 exercise that vote or authority. Otherwise, the conservation and reclamation districts are treated in the same manner as a single 2.4

H.B. No. 2868

- 1 taxing unit that is entitled to act but does not take any action on
- 2 the matter.
- 3 SECTION 2. Section 6.06(b), Tax Code, is amended to read as
- 4 follows:
- 5 The board of directors shall hold a public hearing to consider the budget. The secretary of the board shall deliver to 6 the presiding officer of the governing body of each taxing unit 7 8 participating in the district not later than the 10th day before the date of the hearing a written notice of the date, time, and place 9 10 fixed for the hearing. The board shall complete its hearings, make any amendments to the proposed budget it desires, and [finally] 11 12 approve a proposed budget before September 15. The board shall submit the proposed budget to each taxing unit entitled to vote on 13 14 the appointment of board members for final approval. Not later than 15 the 30th day after the date the proposed budget is submitted to the taxing units, the governing body of each taxing unit entitled to 16 17 vote on the appointment of board members shall vote to approve or disapprove the proposed budget. The budget does not take effect 18 19 unless the [If] governing bodies of a majority of the taxing units entitled to vote on the appointment of board members vote to approve 20 the budget by that date. If the budget is not approved by that date, 21 [adopt resolutions disapproving a budget and file them with the 22 secretary of the board within 30 days after its adoption, the budget 23 24 does not take effect, and] the board shall adopt a new proposed budget and submit the proposed budget to each taxing unit entitled 25 26 to vote on the appointment of board members within 30 days [of the 27 disapproval].

- 1 SECTION 3. Section 6.062(c), Tax Code, is amended to read as 2 follows:
- 3 The notice must state that the appraisal district is supported solely by payments from the local taxing units served by 4 5 the appraisal district. The notice must also contain the following statement: "If approved by the appraisal district board of 6 directors at the public hearing and by the governing bodies of a 7 8 majority of the taxing units entitled to vote on the appointment of members of the board of directors of the appraisal district, this 9 proposed budget will take effect [automatically unless disapproved 10 by the governing bodies of the county, school districts, cities, 11 and towns served by the appraisal district]. A copy of the proposed 12 budget is available for public inspection in the office of each of 13 14 those governing bodies."
- SECTION 4. (a) This Act applies only to a proposed budget of an appraisal district for which a public hearing is held under Section 6.06(b), Tax Code, as amended by this Act, on or after the effective date of this Act.
- 19 (b) A proposed budget for which a public hearing is held 20 before the effective date of this Act is governed by the law in 21 effect when the public hearing was held, and that law is continued 22 in effect for that purpose.
- 23 SECTION 5. This Act takes effect September 1, 2017.