

Amend Floor Amendment No. 1 to CSSB 2 (Senate Committee Report) by adding the following appropriately numbered SECTIONS to the bill and renumbering the subsequent SECTIONS of the substitute accordingly:

SECTION ____ . Chapter 26, Tax Code, is amended by adding Section 26.0442 to read as follows:

Sec. 26.0442. TAX RATE ADJUSTMENT FOR VOTER APPROVED ROAD EXPENDITURES. (a) In this section, "voter approved road expenditures" for a tax year means the amount of maintenance and operation expenditures made by a taxing unit in a period beginning on or after July 1, 2018 that were approved at a public referendum specifically for the cost of construction, improvement, maintenance or operations of a road, street, sidewalk, highway, bridge, overpass, underpass, or interchange located within the jurisdiction.

(b) If the voters of a taxing unit approved at a public referendum the cost of construction, improvement, maintenance or operations of a road, street, sidewalk, highway, bridge, overpass, underpass, or interchange located within the jurisdiction including planning and design and costs associated with utilities, the no-new-revenue maintenance and operations rate for the taxing unit is:

$$\text{ROLLBACK RATE} = \frac{(\text{NO-NEW-REVENUE MAINTENANCE AND OPERATIONS RATE} + X 1.035) + (\text{VOTER APPROVED RATE FOR ROADS} + \text{DEBT RATE} + \text{REVENUE ENRICHMENT RATE} + \text{UNUSED INCREMENT RATE})}{\text{ROLLBACK RATE}}$$

(c) The taxing unit shall include a notice of the increase in the no-new-revenue maintenance and operations rate provided by this section, including a description and the amount of the expenditures, in the information published under Section 26.04(e) and, as applicable, in the notice prescribed by Section 26.06 or 26.061.

SECTION _____. Section 26.0442, Tax Code, as added by this Act, applies to the no-new-revenue maintenance and operations rate of a taxing unit beginning with the 2020 tax year.