

## 19 APR -9 AM 8: 15 HOUSE OF REPRESENTATIVES

FLOOR AMENDMENT NO.\_\_\_\_\_

BY: 66 Q. 46.

| 1  | Amend C.S.H.B. No. 2 (house committee report) by adding the         |
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| 2  | following appropriately numbered SECTION to the bill and            |
| 3  | renumbering SECTIONS of the bill accordingly:                       |
| 4  | SECTION Chapter 26, Tax Code, is amended by adding                  |
| 5  | Section 26.0442 to read as follows:                                 |
| 6  | Sec. 26.0442. TAX RATE ADJUSTMENT FOR LOCAL PARTICIPATION           |
| 7  | IN STATE TRANSPORTATION PROJECTS EXPENDITURES. (a) In this          |
| 8  | section, "local participation in state transportation projects      |
| 9  | expenditures" for a tax year means the amount of expenditures made  |
| 10 | by the taxing unit in the period beginning on July 1 of the year    |
| 11 | preceding the tax year for which the tax is adopted and ending on   |
| 12 | June 30 of the tax year for which the tax is adopted on costs       |
| 13 | associated with the provision of rights-of-way, financial           |
| 14 | contributions, maintenance agreements, and any other form of        |
| 15 | compensation provided by the taxing unit to the Texas Department of |
| 16 | Transportation for the purposes of constructing, improving, and     |
| 17 | maintaining state highway projects.                                 |
| 18 | (b) If a taxing unit's local participation in state                 |
| 19 | transportation projects expenditures exceed the amount of those     |
| 20 | expenditures for the preceding tax year, the no-new-revenue         |
| 21 | maintenance and operations rate for the taxing unit is increased by |
| 22 | the rate computed according to the following formula:               |
| 23 | (Current Tax Year's Local Participation In State                    |
| 24 | Transportation Projects Expenditures - Preceding Tax                |
| 25 | Year's Local Participation In State Transportation                  |
| 26 | Projects Expenditures) / (Current Total Value - New                 |
| 27 | Property Value)                                                     |
| 28 | (c) The taxing unit shall include a notice of the increase          |
| 29 | in the no-new-revenue maintenance and operations rate provided by   |

- 1 this section, including a description and amount of local
- 2 participation in state transportation projects expenditures, in
- 3 the information published under Section 26.04(e) and, as
- 4 applicable, in the notice prescribed by Section 26.06 or 26.061.