

By: Smithee

H.B. No. 4373

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the limitation on the amount of supplemental payments
3 that a person may agree to provide to a school district or any other
4 entity on behalf of a school district under the Texas Economic
5 Development Act.

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

7 SECTION 1. Section 313.027(i), Tax Code, is amended to read
8 as follows:

9 (i) A person and the school district may not enter into an
10 agreement under which the person agrees to provide supplemental
11 payments to a school district or any other entity on behalf of a
12 school district in an amount that exceeds an amount equal to the
13 greater of \$100 per student per year in average daily attendance, as
14 defined by Section 42.005, Education Code, or \$75,000 [~~\$50,000~~] per
15 year, or for a period that exceeds the period beginning with the
16 period described by Section 313.021(4) and ending December 31 of
17 the third tax year after the date the person's eligibility for a
18 limitation under this chapter expires. This limit does not apply
19 to amounts described by Subsection (f)(1) or (2).

20 SECTION 2. The change in law made by this Act applies only
21 to an agreement entered into pursuant to an application filed under
22 Chapter 313, Tax Code, on or after the effective date of this Act.
23 An agreement entered into pursuant to an application filed under
24 that chapter before the effective date of this Act is governed by

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1 the law in effect on the date the application was filed, and the
2 former law is continued in effect for that purpose.

3 SECTION 3. This Act takes effect September 1, 2019.