

By: Murphy

H.B. No. 1556

A BILL TO BE ENTITLED

AN ACT

relating to the Texas Economic Development Act.

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

SECTION 1. Section 23.03, Tax Code, is amended to read as follows:

Sec. 23.03. COMPILATION OF LARGE PROPERTIES AND PROPERTIES SUBJECT TO EXEMPTION FROM AD VALOREM TAXATION [~~LIMITATION ON APPRAISED VALUE~~]. Each year the chief appraiser shall compile and send to the Texas [~~Department of~~] Economic Development and Tourism Office a list of properties in the appraisal district that in that tax year:

(1) have a market value of \$100 million or more; or

(2) are subject to an exemption from ad valorem taxation [~~a limitation on appraised value~~] under Chapter 313.

SECTION 2. Section 151.359(k), Tax Code, is amended to read as follows:

(k) A data center is not eligible to receive an exemption under this section if the data center is subject to an agreement limiting the appraised value of the data center's property under Subchapter B [~~or C~~], Chapter 313, as that subchapter existed before September 1, 2021, or former Subchapter C, Chapter 313.

SECTION 3. Section 151.3595(j), Tax Code, is amended to read as follows:

(j) A data center is not eligible to receive an exemption

1 under this section if the data center is subject to an agreement  
2 limiting the appraised value of the data center's property under  
3 Subchapter B [~~or C~~], Chapter 313, as that subchapter existed before  
4 September 1, 2021, or former Subchapter C, Chapter 313.

5 SECTION 4. Section 171.602(f), Tax Code, is amended to read  
6 as follows:

7 (f) The comptroller may not issue a credit under this  
8 section before the later of:

9 (1) September 1, 2018; or

10 (2) the expiration of an agreement under Chapter 313  
11 as that chapter existed before September 1, 2021, regarding the  
12 clean energy project for which the credit is issued.

13 SECTION 5. Section 312.0025(a), Tax Code, is amended to  
14 read as follows:

15 (a) Notwithstanding any other provision of this chapter to  
16 the contrary, the governing body of a school district, in the manner  
17 required for official action and for purposes of Subchapter B [~~or~~  
18 ~~C~~], Chapter 313, may designate an area entirely within the  
19 territory of the school district as a reinvestment zone if the  
20 governing body finds that, as a result of the designation and the  
21 granting of an exemption from ad valorem taxation [~~a limitation on~~  
22 ~~appraised value~~] under Subchapter B [~~or C~~], Chapter 313, for  
23 property located in the reinvestment zone, the designation is  
24 reasonably likely to:

25 (1) contribute to the expansion of primary employment  
26 in the reinvestment zone; or

27 (2) attract major investment in the reinvestment zone

1 that would:

2 (A) be a benefit to property in the reinvestment  
3 zone and to the school district; and

4 (B) contribute to the economic development of the  
5 region of this state in which the school district is located.

6 SECTION 6. Section 312.403(a), Tax Code, is amended to read  
7 as follows:

8 (a) In this section, "nuclear electric power generation"  
9 means activities described in category 221113 of the 2002 North  
10 American Industry Classification System [~~has the meaning assigned~~  
11 ~~by Section 313.024(e)~~].

12 SECTION 7. Section 313.004, Tax Code, is amended to read as  
13 follows:

14 Sec. 313.004. LEGISLATIVE INTENT. It is the intent of the  
15 legislature in enacting this chapter that:

16 (1) economic development decisions involving school  
17 district taxes should occur at the local level with oversight by the  
18 state and should be consistent with identifiable statewide economic  
19 development goals;

20 (2) this chapter should not be construed or  
21 interpreted to allow:

22 (A) property owners to pool investments to create  
23 sufficiently large investments to qualify for an ad valorem tax  
24 benefit provided by this chapter;

25 (B) an applicant for an ad valorem tax benefit  
26 provided by this chapter to assert that jobs will be eliminated if  
27 certain investments are not made if the assertion is not true; or

1 (C) an entity not subject to the tax imposed by  
2 Chapter 171 to receive an ad valorem tax benefit provided by this  
3 chapter;

4 (3) in implementing this chapter, school districts  
5 should:

6 (A) strictly interpret the criteria and  
7 selection guidelines provided by this chapter; and

8 (B) approve only those applications for an ad  
9 valorem tax benefit provided by this chapter that:

10 (i) enhance the local community;

11 (ii) improve the local public education  
12 system;

13 (iii) create high-paying jobs; and

14 (iv) advance the economic development goals  
15 of this state; and

16 (4) in implementing this chapter, the comptroller  
17 should:

18 (A) strictly interpret the criteria and  
19 selection guidelines provided by this chapter; and

20 (B) issue certificates for exemptions from ad  
21 valorem taxation [~~limitations on appraised value~~] only for those  
22 applications for an ad valorem tax benefit provided by this chapter  
23 that:

24 (i) create high-paying jobs;

25 (ii) provide a net benefit to the state over  
26 the long term; and

27 (iii) advance the economic development

1 goals of this state.

2 SECTION 8. Section 313.007, Tax Code, is amended to read as  
3 follows:

4 Sec. 313.007. EXPIRATION. Subchapter [~~Subchapters~~] B  
5 expires [~~and C expire~~] December 31, 2032 [~~2022~~].

6 SECTION 9. The heading to Subchapter B, Chapter 313, Tax  
7 Code, is amended to read as follows:

8 SUBCHAPTER B. EXEMPTION FROM AD VALOREM TAXATION [~~LIMITATION ON~~  
9 ~~APPRAISED VALUE~~] OF CERTAIN PROPERTY [~~USED TO CREATE JOBS~~]

10 SECTION 10. Section 313.021, Tax Code, is amended by  
11 amending Subdivisions (1), (2), and (4) and adding Subdivision (6)  
12 to read as follows:

13 (1) "Qualified investment" means:

14 (A) tangible personal property that is first  
15 placed in service in this state during the applicable qualifying  
16 time period that begins on or after January 1, 2002, without regard  
17 to whether the property is affixed to or incorporated into real  
18 property, and that is described as Section 1245 property by Section  
19 1245(a), Internal Revenue Code of 1986;

20 (B) tangible personal property that is first  
21 placed in service in this state during the applicable qualifying  
22 time period that begins on or after January 1, 2002, without regard  
23 to whether the property is affixed to or incorporated into real  
24 property, and that is used in connection with the manufacturing,  
25 processing, or fabrication in a cleanroom environment of a  
26 semiconductor product, without regard to whether the property is  
27 actually located in the cleanroom environment, including:

1 (i) integrated systems, fixtures, and  
2 piping;

3 (ii) all property necessary or adapted to  
4 reduce contamination or to control airflow, temperature, humidity,  
5 chemical purity, or other environmental conditions or  
6 manufacturing tolerances; and

7 (iii) production equipment and machinery,  
8 moveable cleanroom partitions, and cleanroom lighting;

9 (C) ~~[tangible personal property that is first  
10 placed in service in this state during the applicable qualifying  
11 time period that begins on or after January 1, 2002, without regard  
12 to whether the property is affixed to or incorporated into real  
13 property, and that is used in connection with the operation of a  
14 nuclear electric power generation facility, including:~~

15 ~~[(i) property, including pressure vessels,  
16 pumps, turbines, generators, and condensers, used to produce  
17 nuclear electric power; and~~

18 ~~[(ii) property and systems necessary to  
19 control radioactive contamination;~~

20 ~~[(D) tangible personal property that is first  
21 placed in service in this state during the applicable qualifying  
22 time period that begins on or after January 1, 2002, without regard  
23 to whether the property is affixed to or incorporated into real  
24 property, and that is used in connection with operating an  
25 integrated gasification combined cycle electric generation  
26 facility, including:~~

27 ~~[(i) property used to produce electric~~

1 ~~power by means of a combined combustion turbine and steam turbine~~  
2 ~~application using synthetic gas or another product produced by the~~  
3 ~~gasification of coal or another carbon-based feedstock, or~~

4 ~~[(ii) property used in handling materials~~  
5 ~~to be used as feedstock for gasification or used in the gasification~~  
6 ~~process to produce synthetic gas or another carbon-based feedstock~~  
7 ~~for use in the production of electric power in the manner described~~  
8 ~~by Subparagraph (i);~~

9 ~~[(E) tangible personal property that is first~~  
10 ~~placed in service in this state during the applicable qualifying~~  
11 ~~time period that begins on or after January 1, 2010, without regard~~  
12 ~~to whether the property is affixed to or incorporated into real~~  
13 ~~property, and that is used in connection with operating an advanced~~  
14 ~~clean energy project, as defined by Section 382.003, Health and~~  
15 ~~Safety Code, or~~

16 ~~[(F)]~~ a building or a permanent, nonremovable  
17 component of a building that is built or constructed during the  
18 applicable qualifying time period that begins on or after January  
19 1, 2002, and that houses tangible personal property described by  
20 Paragraph (A) or ~~[7]~~ (B); or

21 (D) a building or a permanent, nonremovable  
22 component of a building that, as part of a discrete project that  
23 increases the value of the building or component, is renovated,  
24 expanded, or otherwise improved during the applicable qualifying  
25 time period that begins on or after January 1, 2022, and that houses  
26 tangible personal property described by Paragraph (A) or (B) ~~[7 (C),~~  
27 ~~(D), or (E)]~~.

1 (2) "Qualified property" means:

2 (A) land:

3 (i) that is located in an area designated as  
4 a reinvestment zone under Chapter 311 or 312 or as an enterprise  
5 zone under Chapter 2303, Government Code;

6 (ii) on which a person proposes to:

7 (a) construct a new building or erect  
8 or affix a new improvement that does not exist before the date the  
9 person submits a complete application for an exemption from ad  
10 valorem taxation [~~a limitation on appraised value~~] under this  
11 subchapter; or

12 (b) renovate, expand, or otherwise  
13 improve an existing building or improvement;

14 (iii) that is not subject to a tax abatement  
15 agreement entered into by a school district under Chapter 312; and

16 (iv) on which, in connection with the [~~new~~]  
17 building or [~~new~~] improvement described by Subparagraph (ii), the  
18 owner or lessee of, or the holder of another possessory interest in,  
19 the land proposes to[+]

20 [~~(a)~~] make a qualified investment in  
21 an amount equal to at least the minimum amount required by Section  
22 313.023[~~, and~~

23 [~~(b) create at least 25 new qualifying~~  
24 ~~jobs~~];

25 (B) the [~~new~~] building or other [~~new~~] improvement  
26 described by Paragraph (A)(ii); and

27 (C) tangible personal property:



1 (i) that is not subject to a tax abatement  
2 agreement entered into by a school district under Chapter 312;

3 (ii) for which a sales and use tax refund is  
4 not claimed under Section 151.3186; and

5 (iii) except for new equipment described in  
6 Section 151.318(q) or (q-1), that is first placed in service in the  
7 new building, in the newly renovated, expanded, or improved  
8 building, or in or on the new or newly renovated, expanded, or  
9 improved improvement described by Paragraph (A)(ii), or on the land  
10 on which that [new] building or [new] improvement is located, if the  
11 personal property is ancillary and necessary to the business  
12 conducted in that [new] building or in or on that [new] improvement.

13 (4) "Qualifying time period" means[+]

14 [~~(A)~~] the period that begins on the date that a  
15 person's application for an exemption from ad valorem taxation [a  
16 limitation on appraised value] under this subchapter is approved by  
17 the governing body of the school district and ends on December 31 of  
18 the second tax year that begins after that date, except as provided  
19 by [~~Paragraph (B) or (C) of this subdivision or]~~ Section  
20 313.027(h) [+]

21 [~~(B) in connection with a nuclear electric power~~  
22 ~~generation facility, the first seven tax years that begin on or~~  
23 ~~after the third anniversary of the date the school district~~  
24 ~~approves the property owner's application for a limitation on~~  
25 ~~appraised value under this subchapter, unless a shorter time period~~  
26 ~~is agreed to by the governing body of the school district and the~~  
27 ~~property owner; or~~

1           ~~[(C) in connection with an advanced clean energy~~  
2 ~~project, as defined by Section 382.003, Health and Safety Code, the~~  
3 ~~first five tax years that begin on or after the third anniversary of~~  
4 ~~the date the school district approves the property owner's~~  
5 ~~application for a limitation on appraised value under this~~  
6 ~~subchapter, unless a shorter time period is agreed to by the~~  
7 ~~governing body of the school district and the property owner].~~

8           (6) "Wealth per student" has the meaning assigned by  
9 Section 48.273, Education Code.

10           SECTION 11. Section 313.022, Tax Code, is amended to read as  
11 follows:

12           Sec. 313.022. [~~APPLICABILITY,~~] CATEGORIZATION OF SCHOOL  
13 DISTRICTS. [~~(a) This subchapter applies to each school district in~~  
14 ~~this state other than a school district to which Subchapter C~~  
15 ~~applies.~~

16           ~~[(b)]~~ For purposes of determining the required minimum  
17 amount of a qualified investment under Section 313.021(2)(A)(iv)  
18 [~~313.021(2)(A)(iv)(a), and the minimum amount of a limitation on~~  
19 ~~appraised value under Section 313.027(b)]~~, school districts [to~~  
20 ~~which this subchapter applies]~~ are categorized as follows:~~

21           (1) Category I consists of school districts having a  
22 wealth per student of not more than the statewide average wealth per  
23 student; and

24           (2) Category II consists of school districts having a  
25 wealth per student of more than the statewide average wealth per  
26 student. [~~according to the taxable value of property in the~~  
27 ~~district for the preceding tax year determined under Subchapter M,~~

1 Chapter ~~403~~, Government Code, as follows:

2	[CATEGORY	<del>TAXABLE VALUE OF PROPERTY</del>
3	[ <del>I</del>	<del>\$10 billion or more</del>
4	[ <del>II</del>	<del>\$1 billion or more but less than \$10 billion</del>
5	[ <del>III</del>	<del>\$500 million or more but less than \$1 billion</del>
6	[ <del>IV</del>	<del>\$100 million or more but less than \$500 million</del>
7	[ <del>V</del>	<del>less than \$100 million]</del>

8 SECTION 12. Section [313.023](#), Tax Code, is amended to read as  
9 follows:

10 Sec. 313.023. MINIMUM AMOUNTS OF QUALIFIED INVESTMENT. For  
11 each category of school district established by Section [313.022](#),  
12 the minimum amount of a qualified investment under Section  
13 [313.021\(2\)\(A\)\(iv\)](#) [~~[313.021\(2\)\(A\)\(iv\)\(a\)](#)~~] is as follows:

14	CATEGORY	MINIMUM QUALIFIED INVESTMENT
15	I	<u>\$10</u> [ <del>\$100</del> ] million
16	II	<u>\$50</u> [ <del>\$80</del> ] million
17	[ <del>III</del>	<del>\$60 million</del>
18	[ <del>IV</del>	<del>\$40 million</del>
19	[ <del>V</del>	<del>\$20 million]</del>

20 SECTION 13. Sections [313.024\(a\)](#), (b), (b-1), and (c), Tax  
21 Code, are amended to read as follows:

22 (a) This subchapter applies [~~and Subchapter C apply~~] only to  
23 property owned by an entity subject to the tax imposed by Chapter  
24 [171](#).

25 (b) To be eligible for an exemption from ad valorem taxation  
26 [~~a limitation on appraised value~~] under this subchapter, the entity  
27 must use the property for:

- 1           (1) manufacturing;
- 2           (2) research and development;
- 3           (3) ~~[a clean coal project, as defined by Section~~  
4 ~~5.001, Water Code,~~
- 5           ~~[(4) an advanced clean energy project, as defined by~~  
6 ~~Section 382.003, Health and Safety Code,~~
- 7           ~~[(5)]~~ renewable energy electric generation;
- 8           (4) ~~[(6) electric power generation using integrated~~  
9 ~~gasification combined cycle technology,~~
- 10           ~~[(7) nuclear electric power generation,~~
- 11           ~~[(8) a computer center primarily used in connection~~  
12 ~~with one or more activities described by Subdivisions (1) through~~  
13 ~~(7) conducted by the entity; or~~
- 14           ~~[(9)]~~ a Texas priority project; or
- 15           (5) a battery energy storage facility within the scope  
16 of Subchapter E, Chapter 35, Utilities Code.

17           (b-1) Notwithstanding any other provision of this  
18 subchapter, an owner of a parcel of land that is located wholly or  
19 partly in a reinvestment zone, a new building constructed on the  
20 parcel of land, a new improvement erected or affixed on the parcel  
21 of land, or tangible personal property placed in service in the  
22 building or improvement or on the parcel of land may not receive an  
23 exemption from ad valorem taxation ~~[a limitation on appraised~~  
24 ~~value]~~ under this subchapter for the parcel of land, building,  
25 improvement, or tangible personal property under an agreement under  
26 this subchapter that is entered into on or after September 1, 2021  
27 ~~[2017]~~, if, on or after that date, a wind-powered energy device is

1 installed or constructed on the same parcel of land at a location  
2 that is within 25 nautical miles of the boundaries of a military  
3 aviation facility located in this state. The prohibition provided  
4 by this subsection applies regardless of whether the wind-powered  
5 energy device is installed or constructed at a location that is in  
6 the reinvestment zone.

7 (c) For purposes of determining an applicant's eligibility  
8 for an exemption from ad valorem taxation [~~a limitation~~] under this  
9 subchapter:

10 (1) the land on which a building or component of a  
11 building described by Section 313.021(1)(C) or (D) [~~313.021(1)(E)~~]  
12 is located is not considered a qualified investment;

13 (2) property that is leased under a capitalized lease  
14 may be considered a qualified investment;

15 (3) property that is leased under an operating lease  
16 may not be considered a qualified investment; and

17 (4) property that is owned by a person other than the  
18 applicant and that is pooled or proposed to be pooled with property  
19 owned by the applicant may not be included in determining the amount  
20 of the applicant's qualifying investment.

21 SECTION 14. Section 313.025, Tax Code, is amended by  
22 amending Subsections (a), (a-1), (b), (d), (d-1), (f), (h), and (i)  
23 and adding Subsection (a-2) to read as follows:

24 (a) The owner or lessee of, or the holder of another  
25 possessory interest in, any qualified property described by Section  
26 313.021(2)(A), (B), or (C) may apply to the comptroller [~~governing~~  
27 ~~body of the school district in which the property is located~~] for an

1 exemption from ad valorem taxation of the person's qualified  
2 property by the school district in which the property is located as  
3 provided by Section 313.027 [~~a limitation on the appraised value~~  
4 ~~for school district maintenance and operations ad valorem tax~~  
5 ~~purposes of the person's qualified property~~]. An application must  
6 be made on the form prescribed by the comptroller, [~~and~~] include the  
7 information required by Subsection (a-1) [~~the comptroller~~], and [~~it~~  
8 ~~must~~] be accompanied by an [+

9           [~~(1) the~~] application fee of \$50,000 [~~established by~~  
10 ~~the governing body of the school district;~~

11           [~~(2) information sufficient to show that the real and~~  
12 ~~personal property identified in the application as qualified~~  
13 ~~property meets the applicable criteria established by Section~~  
14 313.021(2)]; and

15           [~~(3) any information required by the comptroller for~~  
16 ~~the purposes of Section 313.026~~].

17           (a-1) The application form may require the applicant to  
18 provide only the following information:

19           (1) the name and taxpayer identification number of the  
20 applicant and each parent, subsidiary, or affiliate of the  
21 applicant;

22           (2) contact information for the applicant;

23           (3) the name of the school district in which the  
24 qualified property is located;

25           (4) a description of the project, including the  
26 category of the applicable North American Industry Classification  
27 System that describes the activities in which the applicant will

1 engage in connection with the project;

2 (5) the location of the project; and

3 (6) for each ad valorem tax year covered by the  
4 proposed agreement between the applicant and the school district,  
5 an estimate of:

6 (A) the amount of the qualified investment to be  
7 spent or allocated for the project;

8 (B) the number of construction jobs to be created  
9 at the project site and the total amount of wages that will be paid  
10 to the persons holding those jobs;

11 (C) the number of operations jobs to be held by  
12 employees of the applicant that will be created at the project site  
13 and the total amount of wages that will be paid to the persons  
14 holding those jobs; and

15 (D) the number of operations jobs to be held by  
16 independent contractors that will be created at the project site  
17 and the total amount of wages that will be paid to the persons  
18 holding those jobs.

19 (a-2) Within seven days of the receipt of each document, the  
20 comptroller [~~school district~~] shall submit to the governing body of  
21 the school district in which the property is located [~~comptroller~~]  
22 a copy of the application and the proposed agreement between the  
23 applicant and the school district. If the applicant submits an  
24 economic analysis of the proposed project to the comptroller  
25 [~~school district~~], the comptroller [~~district~~] shall submit a copy  
26 of the analysis to the school district [~~comptroller~~]. In addition,  
27 the comptroller [~~school district~~] shall submit to the school

1 district ~~[comptroller]~~ any subsequent revision of or amendment to  
2 any of those documents within seven days of its receipt. The  
3 comptroller shall publish each document received ~~[from the school~~  
4 ~~district]~~ under this subsection on the comptroller's Internet  
5 website. If the school district maintains a generally accessible  
6 Internet website, the district shall provide on its website a link  
7 to the location of those documents posted on the comptroller's  
8 website in compliance with this subsection. This subsection does  
9 not require the comptroller to post information that is  
10 confidential under Section 313.028.

11 (b) The governing body of a school district is not required  
12 to consider an application for an exemption from ad valorem  
13 taxation ~~[a limitation on appraised value]~~. If the governing body  
14 of the school district elects to consider an application, the  
15 governing body shall ~~[deliver a copy of the application to the~~  
16 ~~comptroller and]~~ request that the comptroller conduct an economic  
17 impact evaluation of the investment proposed by the application.  
18 The comptroller shall conduct or contract with a third person to  
19 conduct the economic impact evaluation, which shall be completed  
20 and provided to the governing body of the school district, along  
21 with the comptroller's certificate or written explanation under  
22 Subsection (d), as soon as practicable but not later than the 90th  
23 day after the date the comptroller receives the request from the  
24 school district ~~[application]~~. The governing body shall provide to  
25 the comptroller or to a third person contracted by the comptroller  
26 to conduct the economic impact evaluation any requested  
27 information. A methodology to allow comparisons of economic impact



1 for different schedules of the addition of qualified investment or  
2 qualified property may be developed as part of the economic impact  
3 evaluation. The governing body shall provide a copy of the economic  
4 impact evaluation to the applicant on request. [~~The comptroller  
5 may charge the applicant a fee sufficient to cover the costs of  
6 providing the economic impact evaluation.~~] The governing body of a  
7 school district shall approve or disapprove an application not  
8 later than the 150th day after the date the application is filed,  
9 unless the economic impact evaluation has not been received or an  
10 extension is agreed to by the governing body and the applicant.

11 (d) Not later than the 90th day after the date the  
12 comptroller receives the request from the school district [~~copy of  
13 the application~~], the comptroller shall issue a certificate for an  
14 exemption from ad valorem taxation [~~a limitation on appraised  
15 value~~] of the property and provide the certificate to the governing  
16 body of the school district or provide the governing body a written  
17 explanation of the comptroller's decision not to issue a  
18 certificate.

19 (d-1) The governing body of a school district may not  
20 approve an application unless the comptroller submits to the  
21 governing body a certificate for an exemption from ad valorem  
22 taxation [~~a limitation on appraised value~~] of the property.

23 (f) The governing body may approve an application only if  
24 the governing body finds that the information in the application is  
25 true and correct, finds that the applicant is eligible for the  
26 exemption from ad valorem taxation [~~limitation on the appraised  
27 value~~] of the person's qualified property, and determines that

1 granting the application is in the best interest of the school  
2 district and this state.

3 (h) After receiving a request from the school district [~~copy~~  
4 ~~of the application~~], the comptroller shall determine whether the  
5 property meets the requirements of Section 313.024 for eligibility  
6 for an exemption from ad valorem taxation [~~a limitation on~~  
7 ~~appraised value~~] under this subchapter. The comptroller shall  
8 notify the governing body of the school district of the  
9 comptroller's determination and provide the applicant an  
10 opportunity for a hearing before the determination becomes final.  
11 A hearing under this subsection is a contested case hearing and  
12 shall be conducted by the State Office of Administrative Hearings  
13 in the manner provided by Section 2003.101, Government Code. The  
14 applicant has the burden of proof on each issue in the hearing. The  
15 applicant may seek judicial review of the comptroller's  
16 determination in a Travis County district court under the  
17 substantial evidence rule as provided by Subchapter G, Chapter  
18 2001, Government Code.

19 (i) If the comptroller's determination under Subsection (h)  
20 that the property does not meet the requirements of Section 313.024  
21 for an exemption from ad valorem taxation [~~eligibility for a~~  
22 ~~limitation on appraised value~~] under this subchapter becomes final,  
23 the comptroller is not required to provide an economic impact  
24 evaluation of the application or to submit a certificate for an  
25 exemption from ad valorem taxation [~~a limitation on appraised~~  
26 ~~value~~] of the property or a written explanation of the decision not  
27 to issue a certificate, and the governing body of the school

1 district may not grant the application.

2 SECTION 15. Sections 313.026(a), (b), (c), and (d), Tax  
3 Code, are amended to read as follows:

4 (a) The economic impact evaluation of the application must  
5 include any information the comptroller determines is necessary or  
6 helpful to:

7 (1) the governing body of the school district in  
8 determining whether to approve the application under Section  
9 313.025; or

10 (2) the comptroller in determining whether to issue a  
11 certificate for an exemption from ad valorem taxation [~~a limitation~~  
12 ~~on appraised value~~] of the property under Section 313.025.

13 (b) Except as provided by Subsections (c) and (d), the  
14 comptroller's determination whether to issue a certificate for an  
15 exemption from ad valorem taxation [~~a limitation on appraised~~  
16 ~~value~~] under this chapter for property described in the application  
17 shall be based on the economic impact evaluation described by  
18 Subsection (a) and on any other information available to the  
19 comptroller, including information provided by the governing body  
20 of the school district.

21 (c) The comptroller may not issue a certificate for an  
22 exemption from ad valorem taxation [~~a limitation on appraised~~  
23 ~~value~~] under this chapter for property described in an application  
24 unless the comptroller determines that:

25 (1) the project proposed by the applicant is  
26 reasonably likely to generate, before the 25th anniversary of the  
27 beginning of the exemption [~~limitation~~] period, tax revenue,

1 including state tax revenue, school district maintenance and  
2 operations ad valorem tax revenue attributable to the project, and  
3 any other tax revenue attributable to the effect of the project on  
4 the economy of the state, in an amount sufficient to offset the  
5 school district maintenance and operations ad valorem tax revenue  
6 lost as a result of the agreement; ~~and~~

7 (2) the exemption ~~[limitation on appraised value]~~ is a  
8 determining factor in the applicant's decision to invest capital  
9 and construct the project in this state; and

10 (3) the exemption will not financially harm the school  
11 district in which the property is located.

12 (d) The comptroller shall state in writing the basis for the  
13 determinations made under Subsections (c)(1), ~~and~~ (2), and (3).

14 SECTION 16. Section 313.0265, Tax Code, is amended to read  
15 as follows:

16 Sec. 313.0265. DISCLOSURE OF EXEMPTION ~~[APPRAISED VALUE~~  
17 ~~LIMITATION]~~ INFORMATION. (a) The comptroller shall post on the  
18 comptroller's Internet website each document or item of information  
19 the comptroller designates as substantive before the 15th day after  
20 the date the document or item of information was received or  
21 created. Each document or item of information must continue to be  
22 posted until the exemption from ad valorem taxation ~~[appraised~~  
23 ~~value limitation]~~ expires.

24 (b) The comptroller shall designate the following as  
25 substantive:

26 (1) each application requesting an exemption from ad  
27 valorem taxation ~~[a limitation on appraised value]~~; and

1           (2) the economic impact evaluation made in connection  
2 with the application.

3           (c) If a school district maintains a generally accessible  
4 Internet website, the district shall maintain a link on its  
5 Internet website to the area of the comptroller's Internet website  
6 where information on each of the district's agreements to exempt  
7 property from ad valorem taxation under this chapter [~~limit~~  
8 ~~appraised value~~] is maintained.

9           SECTION 17. The heading to Section 313.027, Tax Code, is  
10 amended to read as follows:

11           Sec. 313.027. EXEMPTION OF PROPERTY FROM AD VALOREM  
12 TAXATION [~~LIMITATION ON APPRAISED VALUE~~]; AGREEMENT.

13           SECTION 18. Sections 313.027(a), (a-1), (d), (e), (f), (i),  
14 and (j), Tax Code, are amended to read as follows:

15           (a) If the person's application is approved by the governing  
16 body of the school district, the portion of the appraised value [~~for~~  
17 ~~school district maintenance and operations ad valorem tax purposes~~]  
18 of the person's qualified property as described in the agreement  
19 between the person and the district entered into under this section  
20 in the school district that arises from the project is exempt from  
21 [~~may not exceed the lesser of~~]:

22           (1) the district's tier one maintenance and operations  
23 tax rate described by Section 45.0032(a), Education Code [~~market~~  
24 ~~value of the property~~]; and [~~or~~]

25           (2) the portion of the district's enrichment tax rate  
26 described by Section 45.0032(b)(2), Education Code [~~subject to~~  
27 ~~Subsection (b), the amount agreed to by the governing body of the~~

1 ~~school district~~].

2 (a-1) The agreement must:

3 (1) specify the period for which [~~provide that~~] the  
4 exemption from ad valorem taxation [~~limitation~~] under Subsection  
5 (a) applies, which may not exceed [~~for a period of~~] 10 years; and

6 (2) specify the beginning date of the exemption  
7 [~~limitation~~], which must be January 1 of the first tax year that  
8 begins after:

9 (A) the application date;

10 (B) the qualifying time period; or

11 (C) the following applicable date:

12 (i) in the case of a project involving the  
13 construction of a new building or the erection or affixing of a new  
14 improvement, the date commercial operations begin at the site of  
15 the project; or

16 (ii) in the case of a project involving the  
17 renovation, expansion, or other improvement of an existing building  
18 or improvement, the date the renovation, expansion, or other  
19 improvement is completed.

20 (d) The governing body of the school district and the  
21 property owner shall enter into a written agreement for the  
22 implementation of the exemption from ad valorem taxation  
23 [~~limitation on appraised value~~] under this subchapter of [~~on~~] the  
24 owner's qualified property.

25 (e) The agreement must describe with specificity the  
26 qualified investment that the person will make on or in connection  
27 with the person's qualified property that is subject to the

1 exemption from ad valorem taxation [~~limitation on appraised value~~]  
2 under this subchapter. Other property of the person that is not  
3 specifically described in the agreement is not subject to the  
4 exemption [~~limitation~~] unless the governing body of the school  
5 district, by official action, provides that the other property is  
6 subject to the exemption [~~limitation~~].

7 (f) In addition, the agreement:

8 (1) must incorporate each relevant provision of this  
9 subchapter [~~and, to the extent necessary, include provisions for~~  
10 ~~the protection of future school district revenues through the~~  
11 ~~adjustment of the minimum valuations, the payment of revenue~~  
12 ~~offsets, and other mechanisms agreed to by the property owner and~~  
13 ~~the school district~~];

14 (2) may provide that the property owner will protect  
15 the school district in the event the district incurs extraordinary  
16 education-related expenses related to the project that are not  
17 directly funded in state aid formulas, including expenses for the  
18 purchase of portable classrooms and the hiring of additional  
19 personnel to accommodate a temporary increase in student enrollment  
20 attributable to the project;

21 (3) must require the property owner to maintain a  
22 viable presence in the school district for at least five years after  
23 the date the exemption from ad valorem taxation [~~limitation on~~  
24 ~~appraised value~~] of the owner's property expires;

25 (4) must provide for the termination of the agreement,  
26 the recapture of ad valorem tax revenue lost as a result of the  
27 agreement if the owner of the property fails to comply with the

1 terms of the agreement, and payment of a penalty or interest, or  
2 both, on that recaptured ad valorem tax revenue;

3 (5) may specify any conditions the occurrence of which  
4 will require the district and the property owner to renegotiate all  
5 or any part of the agreement;

6 (6) must specify the ad valorem tax years covered by  
7 the agreement; and

8 (7) must be in a form approved by the comptroller.

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 48.005, Education Code, or \$50,000 per year, or~~  
15 ~~for a period that exceeds the period beginning with the period~~  
16 ~~described by Section 313.021(4) and ending December 31 of the third~~  
17 ~~tax year after the date the person's eligibility for a limitation~~  
18 ~~under this chapter expires]. This subsection [~~limit~~] does not:~~

19 (1) apply to payments provided under [~~amounts~~  
20 ~~described by~~] Subsection (f)(2); or

21 (2) prohibit a person from voluntarily providing  
22 supplemental payments to the school district or another entity on  
23 behalf of the district [~~(f)(1) or (2)~~].

24 (j) An agreement under this chapter must disclose any  
25 consideration promised in conjunction with the application and the  
26 exemption from ad valorem taxation and stipulate that all  
27 obligations of the parties to the agreement are stated in the



1 agreement. Any separate agreement between the parties that imposes  
2 any additional obligation on either party is void [~~limitation~~].

3 SECTION 19. Section 313.0275(b), Tax Code, is amended to  
4 read as follows:

5 (b) If in any tax year a property owner fails to comply with  
6 Subsection (a), the property owner is liable to this state for a  
7 penalty equal to the amount computed by multiplying the amount of  
8 the exemption from ad valorem taxation under this subchapter  
9 [subtracting from the market value] of the property for that tax  
10 year by the sum of the school district's tier one maintenance and  
11 operations tax rate described by Section 45.0032(a), Education  
12 Code, and the portion of the district's enrichment tax rate  
13 described by Section 45.0032(b)(2) of that code [~~the value of the~~  
14 ~~property as limited by the agreement and multiplying the difference~~  
15 ~~by the maintenance and operations tax rate of the school district]~~  
16 for that tax year.

17 SECTION 20. Subchapter B, Chapter 313, Tax Code, is amended  
18 by adding Section 313.0277 to read as follows:

19 Sec. 313.0277. PAYMENT TO STATE BASED ON DIFFERENCE BETWEEN  
20 AD VALOREM TAX BENEFIT RECEIVED AND WAGES AND OTHER COMPENSATION  
21 PAID. (a) A person with whom a school district enters into an  
22 agreement under this subchapter is liable to this state for an  
23 amount equal to the difference between:

24 (1) the product of:  
25 (A) 10 percent of the amount of the exemption  
26 from ad valorem taxation under this subchapter of the property  
27 subject to the agreement for the current tax year; and

1           (B) the sum of the school district's tier one  
2 maintenance and operations tax rate described by Section  
3 45.0032(a), Education Code, and the portion of the district's  
4 enrichment tax rate described by Section 45.0032(b)(2) of that code  
5 for the current tax year; and

6           (2) the sum of:

7           (A) the total amount of wages paid during the  
8 current tax year to employees of the person holding jobs created at  
9 the site of the project covered by the agreement; and

10           (B) 50 percent of the total amount of nonemployee  
11 compensation paid during the current tax year to independent  
12 contractors for construction or other work performed at the site of  
13 the project covered by the agreement as reported on Internal  
14 Revenue Service Form 1099-MISC or any subsequent form with a  
15 different number or designation that substantially provides the  
16 same information.

17           (b) An amount imposed under Subsection (a) becomes  
18 delinquent if not paid on or before February 1 of the following tax  
19 year. Section 33.01 applies to the delinquent amount in the manner  
20 that section applies to delinquent taxes.

21           (c) The comptroller shall deposit an amount collected under  
22 this section, including any interest and penalty applicable to the  
23 amount, to the credit of the foundation school fund. Money  
24 deposited under this subsection may be used only to supplement the  
25 funds allocated to school districts under Section 48.106, Education  
26 Code.

27           SECTION 21. Section 313.028, Tax Code, is amended to read as

1 follows:

2           Sec. 313.028. CERTAIN BUSINESS INFORMATION CONFIDENTIAL.  
3 Information provided to a school district or the comptroller in  
4 connection with an application for an exemption from ad valorem  
5 taxation [~~a limitation on appraised value~~] under this subchapter  
6 that describes the specific processes or business activities to be  
7 conducted or the specific tangible personal property to be located  
8 on real property covered by the application shall be segregated in  
9 the application from other information in the application and is  
10 confidential and not subject to public disclosure unless the  
11 governing body of the school district approves the application.  
12 Other information in the custody of a school district or the  
13 comptroller in connection with the application, including  
14 information related to the economic impact of a project or the  
15 essential elements of eligibility under this chapter, such as the  
16 nature and amount of the projected investment, employment, wages,  
17 and benefits, may not be considered confidential business  
18 information if the governing body of the school district agrees to  
19 consider the application. Information in the custody of a school  
20 district or the comptroller if the governing body approves the  
21 application is not confidential under this section.

22           SECTION 22. Section 313.030, Tax Code, is amended to read as  
23 follows:

24           Sec. 313.030. PROPERTY NOT ELIGIBLE FOR TAX ABATEMENT.  
25 Property subject to an exemption from ad valorem taxation [~~a~~  
26 ~~limitation on appraised value~~] in a tax year under this subchapter  
27 is not eligible for tax abatement by a school district under Chapter

1 312 in that tax year.

2 SECTION 23. Section 313.031, Tax Code, is amended to read as  
3 follows:

4 Sec. 313.031. RULES AND FORMS [~~+~~ FEES]. [~~(a)~~] The  
5 comptroller shall:

6 (1) adopt rules and forms necessary for the  
7 implementation and administration of this chapter, including rules  
8 for determining whether a property owner's property qualifies as a  
9 qualified investment under Section 313.021(1); and

10 (2) provide without charge one copy of the rules and  
11 forms to any school district and to any person who states that the  
12 person intends to apply for an exemption from ad valorem taxation [~~a~~  
13 ~~limitation on appraised value~~] under this subchapter.

14 [~~(b) The governing body of a school district by official~~  
15 ~~action shall establish reasonable nonrefundable application fees~~  
16 ~~to be paid by property owners who apply to the district for a~~  
17 ~~limitation on the appraised value of the person's property under~~  
18 ~~this subchapter. The amount of an application fee must be~~  
19 ~~reasonable and may not exceed the estimated cost to the district of~~  
20 ~~processing and acting on an application, including any cost to the~~  
21 ~~school district associated with the economic impact evaluation~~  
22 ~~required by Section 313.025.~~]

23 SECTION 24. Sections 313.032(a), (c), and (d), Tax Code,  
24 are amended to read as follows:

25 (a) Before the beginning of each regular session of the  
26 legislature, the comptroller shall submit to the lieutenant  
27 governor, the speaker of the house of representatives, and each

1 other member of the legislature a report on the agreements entered  
2 into under this chapter that includes:

3 (1) an assessment of the information described by  
4 Subdivision (2) [~~following~~] with regard to the agreements entered  
5 into under this chapter, considered in the aggregate[+]

6 [~~(A) the total number of jobs created, direct and~~  
7 ~~otherwise, in this state;~~

8 [~~(B) the total effect on personal income, direct~~  
9 ~~and otherwise, in this state;~~

10 [~~(C) the total amount of investment in this~~  
11 ~~state;~~

12 [~~(D) the total taxable value of property on the~~  
13 ~~tax rolls in this state, including property for which the~~  
14 ~~limitation period has expired;~~

15 [~~(E) the total value of property not on the tax~~  
16 ~~rolls in this state as a result of agreements entered into under~~  
17 ~~this chapter; and~~

18 [~~(F) the total fiscal effect on the state and~~  
19 ~~local governments]; and~~

20 (2) an assessment of the progress of each agreement  
21 made under this chapter that states for each agreement:

22 (A) the number of [~~qualifying~~] jobs each  
23 recipient of an exemption from ad valorem taxation created at the  
24 project site by the following categories:

25 (i) construction jobs;

26 (ii) operations jobs held by employees of  
27 the recipient; and

1                    (iii) operations jobs held by independent  
2 contractors [~~a limitation on appraised value committed to create~~];  
3                    (B) the total amount of wages paid by [~~number of~~  
4 ~~qualifying jobs~~] each recipient to persons holding jobs described  
5 by Paragraph (A), by category listed in that paragraph [~~created~~];  
6                    (C) [~~the total amount of wages and the median~~  
7 ~~wage of the new qualifying jobs each recipient created~~];  
8                    [~~(D)~~] the amount of the qualified investment each  
9 recipient committed to spend or allocate for each project;  
10                    (D) [~~(E)~~] the amount of the qualified investment  
11 each recipient spent or allocated for each project;  
12                    (E) the total market value of all of the property  
13 related to the project covered by the agreement as determined by the  
14 applicable chief appraiser, regardless of whether the property is  
15 qualified property;  
16                    (F) the market value of the portion of the  
17 qualified property of each recipient as determined by the  
18 applicable chief appraiser that is currently eligible for an  
19 exemption from ad valorem taxation [~~, including property that is no~~  
20 ~~longer eligible for a limitation on appraised value~~] under the  
21 agreement;  
22                    (G) [~~the limitation on appraised value for the~~  
23 ~~qualified property of each recipient~~];  
24                    [~~(H)~~] the dollar amount of the taxes that would  
25 have been imposed on the [~~qualified~~] property related to the  
26 project, regardless of whether the property is qualified property,  
27 if the qualified property had not received an exemption from ad

1 valorem taxation [~~a limitation on appraised value~~]; [~~and~~]

2 (H) [(I)] the dollar amount of the taxes imposed  
3 on the [~~qualified~~] property related to the project, regardless of  
4 whether the property is qualified property; and

5 (I) the difference between the amount described  
6 by Paragraph (G) and the amount described by Paragraph (H).

7 (c) The portion of the report described by Subsection (a)(2)  
8 must be based on data certified to the comptroller by each recipient  
9 or former recipient of an exemption from ad valorem taxation [~~a~~  
10 ~~limitation on appraised value~~] under this chapter. The comptroller  
11 shall verify a random sample of the data submitted under this  
12 section using information from the Texas Workforce Commission, the  
13 chief appraiser of the applicable appraisal district, or other  
14 sources the comptroller considers reliable. The random sample used  
15 to verify data under this section must constitute not less than 33  
16 percent of the data used by the comptroller to prepare the report.  
17 Information provided under this section that contains personal  
18 identifying information of an individual is confidential and not  
19 subject to disclosure under Chapter 552, Government Code, or  
20 Chapter 111, Tax Code.

21 (d) The comptroller may require a recipient or former  
22 recipient of an exemption from ad valorem taxation [~~a limitation on~~  
23 ~~appraised value~~] under this chapter to submit, on a form the  
24 comptroller provides, information required to complete the report.

25 SECTION 25. Section 313.033, Tax Code, is amended to read as  
26 follows:

27 Sec. 313.033. ANNUAL REPORT BY RECIPIENT OF EXEMPTION [~~ON~~

1 ~~COMPLIANCE WITH JOB-CREATION REQUIREMENTS~~]. Each recipient of an  
2 exemption from ad valorem taxation [~~a limitation on appraised~~  
3 ~~value~~] under this chapter shall submit to the comptroller an annual  
4 report on a form provided by the comptroller that provides the  
5 following information with regard to each agreement entered into by  
6 the recipient under this chapter:

7           (1) the number of jobs the recipient created at the  
8 project site by the following categories:

9                   (A) construction jobs;

10                   (B) operations jobs held by employees of the  
11 recipient; and

12                   (C) operations jobs held by independent  
13 contractors;

14           (2) the total amount of wages paid by the recipient to  
15 persons holding jobs described by Subdivision (1), by category  
16 listed in that subdivision;

17           (3) the amount of the qualified investment the  
18 recipient committed to spend or allocate for the project;

19           (4) the amount of the qualified investment the  
20 recipient spent or allocated for the project;

21           (5) the total market value of all of the property  
22 related to the project covered by the agreement as determined by the  
23 applicable chief appraiser, regardless of whether the property is  
24 qualified property;

25           (6) the market value of the portion of the qualified  
26 property of the recipient as determined by the applicable chief  
27 appraiser that is currently eligible for an exemption from ad



1 valorem taxation under the agreement;

2 (7) the dollar amount of the taxes that would have been  
3 imposed on the property related to the project, regardless of  
4 whether the property is qualified property, if the qualified  
5 property had not received an exemption from ad valorem taxation;

6 (8) the dollar amount of the taxes imposed on the  
7 property related to the project, regardless of whether the property  
8 is qualified property; and

9 (9) the difference between the amount described by  
10 Subdivision (7) and the amount described by Subdivision (8)  
11 [sufficient to document the number of qualifying jobs created].

12 SECTION 26. Section 313.171, Tax Code, is amended by  
13 amending Subsection (a) and adding Subsection (a-1) to read as  
14 follows:

15 (a) An exemption from ad valorem taxation [~~A limitation on~~  
16 ~~appraised value~~] approved under Subchapter B [~~or C~~] before the  
17 expiration of that subchapter continues in effect according to that  
18 subchapter as that subchapter existed immediately before its  
19 expiration, and that law is continued in effect for purposes of the  
20 exemption [~~limitation on appraised value~~].

21 (a-1) A limitation on appraised value approved under  
22 Subchapter C before the repeal of that subchapter continues in  
23 effect according to that subchapter as that subchapter existed  
24 immediately before its repeal, and that law is continued in effect  
25 for purposes of the limitation on appraised value.

26 SECTION 27. Section 48.202(b), Education Code, is amended  
27 to read as follows:

1 (b) In computing the district enrichment tax rate of a  
2 school district, the total amount of maintenance and operations  
3 taxes collected by the school district does not include the amount  
4 of:

5 (1) the district's local fund assignment under Section  
6 [48.256](#); ~~[or]~~

7 (2) taxes paid into a tax increment fund under Chapter  
8 [311](#), Tax Code; or

9 (3) taxes attributable to the application of the  
10 portion of the district's enrichment tax rate described by Section  
11 [45.0032](#)(b)(1) of this code to the portion of the appraised value of  
12 property that is otherwise exempt from ad valorem taxation under  
13 Subchapter B, Chapter [313](#), Tax Code.

14 SECTION 28. Section [48.2551](#)(a), Education Code, is amended  
15 to read as follows:

16 (a) In this section:

17 (1) "DPV" has the meaning assigned by Section [48.256](#);

18 (2) "E" is the expiration of the exclusion of  
19 appraised property value for the preceding tax year that is  
20 recognized as taxable property value for the current tax year,  
21 which is the sum of the following:

22 (A) property value that is no longer subject to  
23 an exemption from ad valorem taxation [~~a limitation on appraised~~  
24 ~~value~~] under Chapter [313](#), Tax Code; and

25 (B) property value under Section [311.013](#)(n), Tax  
26 Code, that is no longer excluded from the calculation of "DPV" from  
27 the preceding year because of refinancing or renewal after

1 September 1, 2019;

2 (3) "MCR" is the district's maximum compressed rate,  
3 which is the tax rate for the current tax year per \$100 of valuation  
4 of taxable property at which the district must levy a maintenance  
5 and operations tax to receive the full amount of the tier one  
6 allotment to which the district is entitled under this chapter;

7 (4) "PYDPV" is the district's value of "DPV" for the  
8 preceding tax year; and

9 (5) "PYMCR" is the district's value of "MCR" for the  
10 preceding tax year.

11 SECTION 29. Sections 48.256(d) and (e), Education Code, are  
12 amended to read as follows:

13 (d) This subsection applies to a school district in which  
14 the board of trustees entered into a written agreement with a  
15 property owner under Section 313.027, Tax Code, for the  
16 implementation of an exemption from ad valorem taxation [~~a~~  
17 ~~limitation on appraised value~~] under Subchapter B [~~or C~~], Chapter  
18 313, Tax Code, a limitation on appraised value under Subchapter B,  
19 Chapter 313, Tax Code, as that subchapter existed before September  
20 1, 2021, or a limitation on appraised value under former Subchapter  
21 C, Chapter 313, Tax Code. For purposes of determining "DPV" under  
22 Subsection (a) for a school district to which this subsection  
23 applies, the commissioner shall exclude a portion of the market  
24 value of property not otherwise fully taxable by the district under  
25 Subchapter B [~~or C~~], Chapter 313, Tax Code, before the expiration of  
26 the subchapter or former Subchapter C, Chapter 313, Tax Code,  
27 before the repeal of that subchapter. The comptroller shall

1 provide information to the agency necessary for this subsection.  
2 [~~A revenue protection payment required as part of an agreement for a~~  
3 ~~limitation on appraised value shall be based on the district's~~  
4 ~~taxable value of property for the preceding tax year.~~]

5 (e) Subsection (d) does not apply to property that was the  
6 subject of an application under Subchapter B or former Subchapter  
7 C, Chapter 313, Tax Code, made after May 1, 2009, that the  
8 comptroller recommended should be disapproved.

9 SECTION 30. Section 2303.507, Government Code, is amended  
10 to read as follows:

11 Sec. 2303.507. TAX INCREMENT FINANCING AND ABATEMENT;  
12 EXEMPTIONS FROM AD VALOREM TAXATION [~~LIMITATIONS ON APPRAISED~~  
13 ~~VALUE~~]. Designation of an area as an enterprise zone is also  
14 designation of the area as a reinvestment zone for:

15 (1) tax increment financing under Chapter 311, Tax  
16 Code;

17 (2) tax abatement under Chapter 312, Tax Code; and

18 (3) exemptions from ad valorem taxation [~~limitations~~  
19 ~~on appraised value~~] under Chapter 313, Tax Code.

20 SECTION 31. The following provisions of the Tax Code are  
21 repealed:

22 (1) Section 313.006;

23 (2) Section 313.009;

24 (3) Sections 313.021(3) and (5);

25 (4) Sections 313.024(d) and (d-2);

26 (5) Sections 313.024(e)(3), (4), and (6);

27 (6) Section 313.025(f-1);

1           (7) Sections 313.027(b), (c), and (g);

2           (8) Section 313.0276;

3           (9) Section 313.032(b-1); and

4           (10) Subchapter C, Chapter 313.

5           SECTION 32. Chapter 313, Tax Code, as amended by this Act,  
6 applies only to an application filed under that chapter on or after  
7 the effective date of this Act. An application filed under that  
8 chapter before the effective date of this Act is governed by the law  
9 in effect on the date the application was filed, and the former law  
10 is continued in effect for that purpose.

11          SECTION 33. This Act takes effect September 1, 2021.