

By: West

S.B. No. 138

A BILL TO BE ENTITLED

AN ACT

relating to the effect of the category of the motor vehicle dealer general distinguishing number issued by the Texas Department of Motor Vehicles and held by a person on the appraisal for ad valorem tax purposes of the person's motor vehicle inventory.

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

SECTION 1. Section 23.121(d), Tax Code, is amended to read as follows:

(d) Except for dealer's motor vehicle inventory, personal property held by a dealer is appraised as provided by other sections of this code. Notwithstanding any other provision of this section ~~[In the case of a dealer whose sales from dealer's motor vehicle inventory are made predominately to dealers]~~, the chief appraiser shall appraise a [the] dealer's motor vehicle inventory as provided by Section 23.12 of this code if the dealer holds a wholesale motor vehicle dealer general distinguishing number issued by the Texas Department of Motor Vehicles under Chapter 503, Transportation Code, and does not hold any other category of dealer general distinguishing number issued by the department.

SECTION 2. The change in law made by this Act applies only to an ad valorem tax year that begins on or after the effective date of this Act.

SECTION 3. This Act takes effect January 1, 2024.