

1 AN ACT

2 relating to the exemption from ad valorem taxation of intangible
3 personal property.

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

5 SECTION 1. Section 11.02(a), Tax Code, is amended to read as
6 follows:

7 (a) Intangible [Except as provided by Subsection (b) of this
8 section, intangible] personal property is not taxable.

9 SECTION 2. Section 42.05, Tax Code, is amended to read as
10 follows:
11 Sec. 42.05. COMPTROLLER AS PARTY. The comptroller is an
12 opposing party in an appeal by [±]

13 [(1) a property owner of an order of the comptroller
14 determining a protest of the appraisal, interstate allocation, or
15 intrastate apportionment of transportation business intangibles;
16 or

17 [+(2)] a county or a property owner of an order of the
18 comptroller apportioning among the counties the appraised value of
19 railroad rolling stock.

20 SECTION 3. The following provisions of the Tax Code are
21 repealed:

22 (1) Sections 11.02(b) and (c);
23 (2) Section 21.06;
24 (3) Section 21.07;

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- 1 (4) Section 21.08;
- 2 (5) Section 23.15; and
- 3 (6) Section 23.16.

4 SECTION 4. The changes in law made by this Act apply only to
5 an ad valorem tax year that begins on or after the effective date of
6 this Act.

7 SECTION 5. This Act takes effect January 1, 2026.

H.B. No. 22

President of the Senate

Speaker of the House

I certify that H.B. No. 22 was passed by the House on April 3, 2025, by the following vote: Yeas 133, Nays 10, 1 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 22 was passed by the Senate on May 9, 2025, by the following vote: Yeas 30, Nays 1.

Secretary of the Senate

APPROVED: _____

Date

Governor