

By: Bettencourt

S.B. No. 2520

A BILL TO BE ENTITLED

AN ACT

relating to the calculation of the limitation on the total amount of ad valorem taxes imposed by a school district on the residence homestead of an individual who is elderly or disabled.

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

SECTION 1. Section 11.26, Tax Code, is amended by adding Subsection (a-11) to read as follows:

(a-11) In the tax year immediately following the first tax year the individual qualified a residence homestead for an exemption after the beginning of that first year and the residence homestead remains eligible for the same exemption, the limitation on tax increases provided by this section is the lessor of the amount of tax imposed by the district on that homestead in the preceding tax year adjusted as provided for in subsection (a-10) or the amount of ad valorem taxes imposed on the homestead in the tax year immediately following the first year of qualification of a homestead.

SECTION 2. The change in law made by this Act is intended only to clarify existing law with respect to school district tax limitations.

SECTION 3. This Act takes effect January 1, 2026.