

BILL ANALYSIS

Senate Research Center
78R3623 RCJ-F

S.B. 353
By: Shapleigh
International Relations and Trade
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DIGEST AND PURPOSE

Currently, under Chapter 311 of the Texas Tax Code, a taxing unit is not required to pay into the tax increment fund (fund) any of its tax increment derived from property located in a reinvestment zone. However, under Section 311.013(h), a city which has a population that exceeds 230,000 and borders Mexico is still required to pay into the fund. As proposed, S.B. 353 repeals Section 311.013(h) of the Texas Tax Code to ensure that a city with a population exceeding 230,000 and that borders Mexico to not pay into the fund any tax increments produced from property located in a reinvestment zone.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Repealer: Section 311.013(h), Tax Code (regarding the collection and deposit of tax increments).

SECTION 2. Effective date: upon passage or September 1, 2003.