

1-1 By: Tepper (Senate Sponsor - Perry) H.B. No. 2313
1-2 (In the Senate - Received from the House May 15, 2025;
1-3 May 19, 2025, read first time and referred to Committee on Economic
1-4 Development; May 25, 2025, reported adversely, with favorable
1-5 Committee Substitute by the following vote: Yeas 5, Nays 0;
1-6 May 25, 2025, sent to printer.)

1-7	COMMITTEE VOTE				
1-8		Yea	Nay	Absent	PNV
1-9	King	X			
1-10	Sparks	X			
1-11	Alvarado	X			
1-12	Johnson	X			
1-13	Schwertner	X			

1-14 COMMITTEE SUBSTITUTE FOR H.B. No. 2313 By: Sparks

1-15 A BILL TO BE ENTITLED
1-16 AN ACT

1-17 relating to the authority of certain municipalities to use certain
1-18 tax revenue for certain qualified projects.

1-19 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-20 SECTION 1. Section 351.1015(a)(4), Tax Code, is amended to
1-21 read as follows:

1-22 (4) "Project financing zone" means an area within a
1-23 municipality:

1-24 (A) that the municipality by ordinance or by
1-25 agreement under Chapter 380, Local Government Code, designates as a
1-26 project financing zone;

1-27 (B) the boundaries of which are:

1-28 (i) within a three-mile radius of the
1-29 center of a qualified project; or

1-30 (ii) if designated by a municipality
1-31 described by Section 351.001(7)(B) on or before December 31, 2024,
1-32 a continuous geographic area the total area of which is less than or
1-33 equal to the maximum area allowed under Subparagraph (i) that
1-34 contains the qualified project;

1-35 (C) the designation of which specifies:

1-36 (i) for a zone the boundaries of which are
1-37 prescribed by Paragraph (B)(i), the longitude and latitude of the
1-38 center of the qualified project; or

1-39 (ii) for a zone the boundaries of which are
1-40 prescribed by Paragraph (B)(ii), the exact boundaries of the zone;
1-41 and

1-42 (D) the designation of which expires not later
1-43 than the 30th anniversary of the date of designation.

1-44 SECTION 2. Section 351.1015(b), Tax Code, as amended by
1-45 Chapters 644 (H.B. 4559), 779 (H.B. 5012), 927 (S.B. 2220), and 1110
1-46 (S.B. 1057), Acts of the 88th Legislature, Regular Session, 2023,
1-47 is reenacted and amended to read as follows:

1-48 (b) This section applies only to a qualified project located
1-49 in:

1-50 (1) a municipality with a population of at least
1-51 700,000 but less than 950,000 according to the most recent federal
1-52 decennial census; ~~or~~

1-53 (2) a municipality that contains more than 70 percent
1-54 of the population of a county with a population of 1.5 million or
1-55 more;

1-56 (3) ~~(2)~~ a municipality described by Section
1-57 351.001(7)(B);

1-58 (4) ~~or~~
1-59 ~~(3)~~ a municipality described by Section
1-60 351.152(61);

2-1 (5) [~~(2)~~] a municipality with a population of at least
2-2 two million; or
2-3 (6) a municipality described by Section [351.152](#)(14)
2-4 with a population of more than 250,000.

2-5 SECTION 3. To the extent of any conflict, this Act prevails
2-6 over another Act of the 89th Legislature, Regular Session, 2025,
2-7 relating to nonsubstantive additions to and corrections in enacted
2-8 codes.

2-9 SECTION 4. This Act takes effect September 1, 2025.

* * * * *

2-10