

## **BILL ANALYSIS**

Senate Research Center  
78R2978 RCJ-D

S.B. 180  
By: Janek  
Finance  
4/14/2003  
As Filed

### **DIGEST AND PURPOSE**

Currently, an appraisal of a residence homestead may increase up to ten percent each year. As proposed, S.B. 180 places a one percent cap on the maximum annual increase of the appraised value of a residence homestead.

### **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. Amends Section 23.23(a), Tax Code, to decrease from ten percent to one percent, the factor by which the maximum percent increase in the appraised value of a residence homestead for ad valorem tax purposes, may be calculated.

SECTION 2. Effective date: January 1, 2004.

Makes application of this Act prospective only if the constitutional amendment relating to an annual increase limitation in the appraised value of a residence homestead for ad valorem tax purposes is approved by the voters.