

Property Tax 2023: Where We Are, How We Got Here, and What's Ahead

December 13, 2023

Jennifer Rabb, President
Texas Taxpayers and Research Association
jrabb@ttara.org



1

Agenda

- Property Tax Relief: Details and Perspective
- 20% Appraisal Cap Pilot Program
- Appraisal District Governance
- Other Property Tax Legislation
- Jobs, Energy, Technology & Innovation (JETI) Act
- Recent Developments

2

Property Tax Relief

Property Tax Relief, 88th Regular Session

How to spend \$18 billion on property tax relief

- \$0.10 of school M&O rate compression under current law
- \$0.107 of additional school M&O rate compression
- \$100,000 homestead exemption for school property tax (M&O and I&S)
 - Commensurate reduction for frozen tax bills of disabled and over-65 homeowners
- 3-year “circuit breaker” pilot program: 20% cap on taxable value of non-homestead real property with a market value of \$5 million or less
- Create 3 elected positions on board of directors of each appraisal district in counties with population of 75,000 or more (4-year term limit)
- Exemption of state spending for property tax relief from the constitutional spending limit
- Increase franchise tax no-tax-due threshold from \$1M to \$2.47M and eliminate return

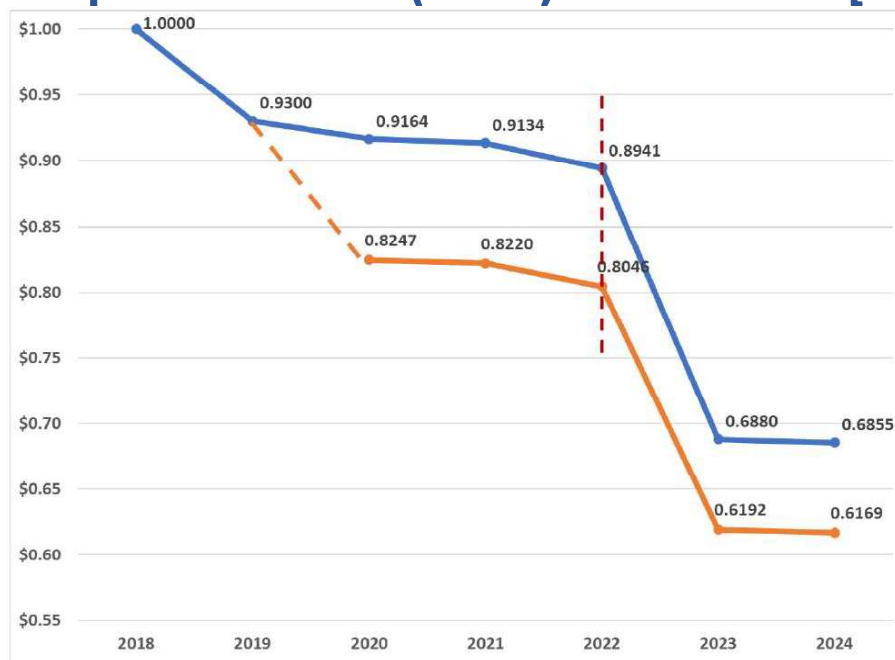
Property Tax Relief, 88th Regular Session

Measures requiring a constitutional amendment

- \$0.10 of school M&O rate compression under current law
- \$0.107 of additional school M&O rate compression
- \$100,000 homestead exemption for school property tax (M&O and I&S)
 - Commensurate reduction for frozen tax bills of disabled and over-65 homeowners
- 3-year “circuit breaker” pilot program: 20% cap on taxable value of non-homestead real property with a market value of \$5 million or less
- Create 3 elected positions on board of directors of each appraisal district in counties with population of 75,000 or more (4-year term limit)
- Exemption of state spending for property tax relief from the constitutional spending limit
- Increase franchise tax no-tax-due threshold from \$1M to \$2.47M and eliminate return

School District M&O Tax Rate Compression

Maximum Compressed Rate (MCR) Under SB 2 [88(2)]



Find the full text of this and thousands of other resources from leading experts in dozens of legal practice areas in the [UT Law CLE eLibrary \(utcle.org/elibrary\)](https://utcle.org/elibrary)

Title search: Property Tax 2023: Where We Are, How We Got Here, and What's Ahead

Also available as part of the eCourse

[Property Tax 2023: Where We Are, How We Got Here, and What's Ahead](#)

First appeared as part of the conference materials for the
71st Annual Taxation Conference: Day 1 - Focus on Business Planning session
"Property Tax 2023: Where We Are, How We Got Here, and What's Ahead"