

BILL ANALYSIS

Senate Research Center
76R3238 WP-D

S.B. 313
By: Madla
Veterans Affairs and Military Installations
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As Filed

DIGEST

Currently, the Texas Department of Economic Development is authorized to designate two businesses in a single zone as defense readjustment projects. A company with such designation qualifies for a tax refund of \$2,500 for each new job that is retained by the project, and is allowed to make reductions of taxable capital within a zone. This bill will increase the number of businesses with the defense readjustment project designation to six.

PURPOSE

As proposed, S.B. 313 increases the number of businesses in a single readjustment zone that the Texas Department of Economic Development is authorized to designate as a defense readjustment project.

RULEMAKING AUTHORITY

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

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Section 2310.303, Government Code, to prohibit the Texas Department of Economic Development from designating more than six, rather than two, businesses in a single readjustment zone as defense readjustment projects.

SECTION 2. Emergency clause.
Effective date: upon passage.