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## **Tx Economic Development Act (HB1200)**

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Texas Economic Development Act (HB 1200) This act provides relief from school district property taxes for companies making large capital investments of \$20 million to \$100 million or greater. The appraised value of qualifying capital investments is capped based on a sliding scaled tied to the total property wealth of the school district where the investment is located. The investment amount is determined over a 2-year period. In general, a school district may abate 100% of the appraised value over the applicable cap of improvements and tangible personal property used in manufacturing for up to 8 years, beginning in the third year of investment. The company will pay taxes based on the full-appraised value during the first two years but is entitled to a refund of any amounts paid during that period on the value in excess of the applicable cap. In addition the company must create at least 25 new permanent jobs, pay at least 80% of a group health benefit plan for its employees, and pay at least 100% of the county average weekly wage.