

[BUDGET(s) AFFECTED]

Section Under Consideration:

**Section 300s. [ADDITIONS TO 300 SECTIONS]**

\* \* \* \* \*

1 Page 1-line 9 After "repayments;" insert "providing for  
2 supplemental payments to political  
3 subdivisions as specified;"  
4

5 Page 84-after line 15 Insert the following new section and  
6 renumber as necessary:  
7

8 "[SPECIAL DISTRICT PROPERTY TAX GRANTS]  
9

10 **Section 351.**  
11

12 (a) As used in this section, "special district" means senior  
13 citizen service districts, county hospitals, county memorial  
14 hospitals, special hospital districts, special fire districts,  
15 county commission fire protection districts, fire protection  
16 districts, rural health care districts, senior health care  
17 districts and any other special district the primary purpose of  
18 which is to provide health care, emergency health care services or  
19 fire protection.  
20

21 (b) There is appropriated fifteen million dollars  
22 (\$15,000,000.00) from the general fund to the department of revenue  
23 to be expended only for payments to special districts under this  
24 section. This appropriation shall not be transferred or expended  
25 for any other purpose. Any unexpended, unobligated funds remaining  
26 from this appropriation shall not revert until June 30, 2026. It  
27 is the intent of the legislature that this appropriation not be  
28 included in the standard budget of the department of revenue for  
29 the immediately succeeding fiscal biennium.  
30

31 (c) The department of revenue shall establish a grant  
32 application and program for distribution of the funds appropriated  
33 in subsection (b) of this section. Funds appropriated in subsection  
34 (b) of this section shall be distributed for purposes of restoring  
35 revenue directly attributable to legislation enacted during the

1 2025 general session exempting or otherwise reducing residential  
2 property tax assessments for special districts from tax year 2025.

3  
4 (d) Only special districts as defined in subsection (a) of  
5 this section shall qualify for grants under this section.

6  
7 (e) To receive a grant under this section, a county shall  
8 prepare a grant application to the department of revenue on behalf  
9 of the special districts in the county. If awarded grant funds  
10 under this section, the county shall distribute the funds to the  
11 special districts in an amount equal to the demonstrated reduction  
12 in residential property tax assessments for the special districts  
13 directly attributable to legislation enacted during the 2025  
14 general session exempting or otherwise reducing residential  
15 property tax assessments.

16  
17 (f) Grants awarded under this section shall not exceed an  
18 amount equal to the demonstrated reduction of residential property  
19 tax assessments directly attributable to legislation exempting or  
20 otherwise reducing residential property tax assessments enacted  
21 during the 2025 general session. If funds appropriated under  
22 subsection (b) of this section are insufficient to restore the  
23 demonstrated reduced residential property tax assessments under  
24 this section, the department of revenue shall make the grant awards  
25 on a pro rata basis.

26  
27 (g) No special district shall receive more than one (1) grant  
28 for any tax year for the purposes specified in this section.

29  
30 (h) The department of revenue shall administer the program  
31 under this section and shall promulgate all rules necessary to  
32 implement this section.

33  
34 (j) This section shall only be effective if:

35  
36 (i) At least one (1) of 2025 House Bill 0130, 2025 House  
37 Bill 0169, 2025 House Bill 0282, 2025 House Bill 0290, 2025 House  
38 Bill 0328, 2025 Senate File 0069, 2025 Senate File 0136, 2025  
39 Senate File 0153, 2025 Senate File 0161 or 2025 Senate File 0182  
40 is enacted into law; and

41  
42 (ii) Within any of the bills specified in paragraph (i)  
43 of this subsection that are enacted into law, there is no provision  
44 providing compensation to local governments for the reduction of  
45 residential property taxes resulting from the enactment of the  
46 bills."

1 To the extent required by this amendment: adjust totals; and  
2 renumber as necessary. CRAGO, COOPER, DRISKILL, HICKS, STEINMETZ