

1. Amend **CSHB 5** by adding a new appropriately numbered SECTION to Article 4 to read as follows:

SECTION 4. _____. Section 151.3163, Tax Code, is added to read as follows:

Sec. 151.3163. AGRICULTURAL SERVICES. (a) In this section "agricultural service" means a service related to the production, handling, harvesting, processing, storing, transportation or other customary activity in the normal course of business of producing an agriculture product. For purposes of this section, "agriculture" shall have the meaning assigned by Sec. 11.002(12), Water Code.

(b) The sale or use of agricultural services is exempt from the taxes imposed by this chapter.

2. Renumber subsequent sections appropriately.