

Amend CSHB 2424 as follows:

(1) Insert new Section 21 and renumber the subsequent sections accordingly:

SECTION 21. Section 151.319(c), Tax Code, is amended to read as follows:

(c) [~~A transaction involving t~~] The sale of a handbill, circular, flyer, advertising supplement, or similar item that is printed to the special order of a customer and tangible personal property that will become an ingredient or component part of such item are [~~is~~] exempted from the taxes imposed by this chapter if the item is printed for the exclusive purpose of being distributed as a part of a newspaper, is actually distributed as a part of the newspaper, and is delivered to the person who is responsible for the distribution of the newspaper in which the item is distributed and not to the customer.

(2) Amend Section 68 by adding subsection (12) and renumbering the subsequent subsections accordingly:

(12) Section 151.319(c), Tax Code;