

By: Berman

H.B. No. 202

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the imposition of the motor vehicle sales tax on  
3 vehicles used by nonprofit organizations for disaster relief or  
4 other humanitarian purposes.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Subchapter E, Chapter 152, Tax Code, is amended  
7 by adding Section 152.094 to read as follows:

8 Sec. 152.094. MOTOR VEHICLES USED FOR DISASTER RELIEF. The  
9 taxes imposed by this chapter do not apply to the sale or use of a  
10 motor vehicle that:

11 (1) is purchased or used by an organization that is  
12 exempt from federal taxation under Section 501(a), Internal Revenue  
13 Code of 1986, as an organization described by Section 510(c)(3),  
14 Internal Revenue Code of 1986; and

15 (2) will be used by the nonprofit organization  
16 primarily for disaster relief and other humanitarian purposes.

17 SECTION 2. This Act takes effect September 1, 2003, and  
18 applies to a motor vehicle purchased or used on or after that date.  
19 A motor vehicle purchased or used before that date is governed by  
20 the law in effect on the date that vehicle was purchased or used and  
21 that law is continued in effect for that purpose.