

By: Corte

H.J.R. No. 11

A JOINT RESOLUTION

1 proposing a constitutional amendment to limit the tax rate on the
2 income component of the franchise tax.

3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

4 SECTION 1. Article VIII of the Texas Constitution is
5 amended by adding Section 25 to read as follows:

6 Sec. 25. If the legislature imposes a tax on the privilege to
7 operate in this state as a corporation or other legal entity and a
8 component of the tax is determined by the corporation's or other
9 entity's gross, net, or other adjusted income, the legislature may
10 not impose the tax on the component determined on income at a rate
11 that exceeds 4.5 percent.

12 SECTION 2. This proposed constitutional amendment shall be
13 submitted to the voters at an election to be held November 4, 2003.
14 The ballot shall be printed to permit voting for or against the
15 proposition: "The constitutional amendment to limit the tax rate
16 on the income component of the franchise tax."