

Amend CSHB 3 as follows:

(1) On page 32, line 2, strike "and";

(2) On page 32, line 3, strike the period and substitute ";
and";

(3) On page 32, between lines 3 and 4, insert:

"(13) any compensation paid to an illegal undocumented worker used for the production of goods. As used in this subdivision:

(i) "illegal undocumented worker" means a person who is not lawfully entitled to be present and employed in the United States;

(ii) "goods" includes the husbandry of animals, the growing and harvesting of crops, and the severance of timber from realty"

(4) On page 35, between lines 25 and 26, insert:

"(d) Subject to Section 171.1014, a taxable entity that elects to subtract compensation for the purpose of computing its taxable margin under Section 171.101 may not subtract any wages or cash compensation paid to an illegal undocumented worker. As used in this section "illegal undocumented worker" means a person who is not lawfully entitled to be present and employed in the United States."

(5) Reletter remaining subsections accordingly.