Amend CSHB 3 by adding the following appropriately numbered section to the bill and renumbering subsequent sections of the bill appropriately:

SECTION ____. Section 151.307, Tax Code, is amended by adding Subsection (g)-(h) to read as follows:

- (\underline{g}) School Supplies are exempt from a sales tax imposed under this subchapter.
- (h) For purposes of this exemption, "school supply"
 means:
 - (1) crayons;
 - (2) scissors;
 - (3) glue, paste, and glue sticks;
 - (4) pencils;
 - (5) pens;
 - (6) erasers;
 - (7) rulers;
 - (8) markers;
 - (9) highlighters;
- (10) paper, including loose-leaf ruled notebook paper, copy paper, graph paper, tracing paper, manila paper, colored paper, poster board, and construction paper;
 - (11) writing tablets;
 - (12) spiral notebooks;
 - (13) bound composition notebooks;
 - (14) pocket folders;
 - (15) plastic folders;
 - (16) expandable portfolios;
 - (17) manila folders;
- (18) three-ring binders that are three inches or less
 in capacity;
 - (19) backpacks and zipper pencil bags;
 - (20) school supply boxes;
 - (21) clipboards;
 - (22) index cards;
 - (23) index card boxes;

- (24) calculators;
- (25) protractors;
- (26) compasses;
- (27) music notebooks;
- (28) sketch or drawing pads;
- (29) paintbrushes;
- (30) watercolors;
- (31) acrylic, tempera, or oil paints;
- (32) tape, including masking tape and Scotch tape;
- (33) clay and glazes;
- (34) pencil sharpeners;
- (35) thesauruses; and
- (36) dictionaries.

SECTION ___. Section162.104 (6), Tax Code, is repealed.

SECTION ___. Chapter 162 of the Tax code is amended by adding Section 162.506 to read as follows:

Sec. 162.506 Aviation Fuel Tax. A per gallon tax that is sufficient to fund Section 151.307, Tax Code, as amended by adding Subsection (g)-(h), on gasoline that is delivered or sold into a storage facility of a licensed aviation fuel dealer from which gasoline will be delivered solely into the fuel supply tanks of aircraft or aircraft servicing equipment, or sold from one licensed aviation fuel dealer to another licensed aviation fuel dealer who will deliver the aviation fuel exclusively into the fuel supply tanks of aircraft or aircraft servicing equipment.