

By: Staples

S.B. No. 1653

A BILL TO BE ENTITLED

AN ACT

1
2 relating to the determination of the market value of certain drug
3 supplies for ad valorem property tax purposes.

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

5 SECTION 1. Section 23.12, Tax Code is amended by adding new
6 Subsection (h) to read as follows:

7 (h) In determining the market value of drug supplies held in
8 surplus, the chief appraiser shall exclude as economic obsolescence
9 from the market value cost attributable to drug supplies held in
10 surplus which are in excess of the amount of drugs held for normal
11 market purposes. "Drug supplies held in surplus" consist of drugs
12 or medicines as defined by Section 151.313, Tax Code that are owned
13 by the holder of a license for the wholesale distribution of drugs
14 under Chapter 431, Health Code and are held for less than sixty
15 days, for response to public health demands, emergency treatment or
16 similar health care needs.

17 SECTION 2. This Act takes effect January 1, 2006.