

Amend CSHB 3928 as follows:

(1) On page 1, line 8, strike "80 percent" and substitute "50 [~~80~~] percent".

(2) On page 1, line 10, strike "80 percent" and substitute "50 [~~80~~] percent".

(3) On page 1, line 14, strike "80 percent" and substitute "50 [~~80~~] percent".

(4) On page 1, lines 18 and 19, strike "80 percent" and substitute "50 percent".

(5) On page 1, line 20, strike "80 percent" and substitute "50 percent".

(6) On page 10, line 11, strike "\$600,000" and substitute "\$1 million".

(7) Add the following appropriately numbered SECTION to read as follows and renumber subsequent SECTIONS accordingly:

SECTION _____. Section 171.103(b), Tax Code, as effective January 1, 2008, is amended to read as follows:

(b) A combined group shall include in its gross receipts computed under Subsection (a) the gross receipts of each taxable entity that is a member of the combined group [~~and that has a nexus with this state for the purpose of taxation~~].

(7) On page 25, strike lines 5-19 and substitute the following:

(b) In apportioning margin, receipts derived from transactions between individual members of a combined group that are excluded under Section 171.1014(c)(3) may not be included in the receipts of the taxable entity from its business done in this state as determined under Section 171.103 [~~, except that receipts derived from the sale of tangible personal property between individual members of a combined group where one member party to the transaction does not have nexus in this state shall be included in the receipts of the taxable entity from its business done in this state as determined under Section 171.103 to the extent that the member of the combined group that does not have nexus in this state resells the tangible personal property without modification to a purchaser in this state~~].