

By: Wentworth

S.B. No. 1917

A BILL TO BE ENTITLED

AN ACT

relating to credits against the revised franchise tax for certain activities.

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

SECTION 1. Chapter 171, Tax Code, is amended by adding Subchapter I-1 to read as follows:

SUBCHAPTER I-1. APPLICATION OF CREDITS TO NONCORPORATE TAXABLE ENTITIES

Sec. 171.451. APPLICATION OF CREDITS TO NONCORPORATE TAXABLE ENTITIES. A taxable entity that is not a corporation but that, because of its activities, would qualify for a specific credit under this chapter if it were a corporation qualifies for the credit in the same manner and under the same conditions as a corporation.

SECTION 2. Section 18(a), Chapter 1, Acts of the 79th Legislature, 3rd Called Session, 2006, is amended to read as follows:

(a) The following provisions of Chapter 171, Tax Code, are repealed:

- (1) Subchapter L;
- (2) Subchapter M;
- (3) ~~Subchapter N,~~
- ~~[(4) Subchapter O,~~
- ~~[(5) Subchapter P,~~

1 ~~[(6) Subchapter Q,~~
2 ~~(7)]~~ Subchapter R;
3 (4) ~~[(8)]~~ Subchapter S;
4 (5) ~~[(9)]~~ Subchapter T;
5 (6) ~~[(10)]~~ Subchapter U as added by Chapter 209, Acts
6 of the 78th Legislature, Regular Session, 2003; and
7 (7) ~~[(11)]~~ Subchapter U as added by Chapter 1274, Acts
8 of the 78th Legislature, Regular Session, 2003.

9 SECTION 3. Sections 18(c), (d), (e), and (f), Chapter 1,
10 Acts of the 79th Legislature, 3rd Called Session, 2006, are
11 repealed.

12 SECTION 4. This Act applies only to a report originally due
13 on or after the effective date of this Act.

14 SECTION 5. (a) Except as provided by Subsection (b) of this
15 section, this Act takes effect September 1, 2007.

16 (b) Section 1 of this Act takes effect January 1, 2008.