

By: Truitt

H.B. No. 1006

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to the exclusion of certain amounts from the total revenue  
3 of property owners' associations for purposes of the franchise tax.

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

5 SECTION 1. Section 171.1011, Tax Code, is amended by adding  
6 Subsection (g-7) to read as follows:

7 (g-7) A taxable entity that is a property owners'  
8 association shall exclude from its total revenue, to the extent  
9 included under Subsection (c)(1)(A), (c)(2)(A), or (c)(3),  
10 assessments received by the association and used for the benefit of  
11 the residential subdivision. In this subsection, "assessment,"  
12 "property owners' association," and "residential subdivision" have  
13 the meanings assigned by Section 209.002, Property Code.

14 SECTION 2. This Act applies only to a report originally due  
15 on or after the effective date of this Act.

16 SECTION 3. This Act takes effect January 1, 2010.