

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 82ND LEGISLATIVE REGULAR SESSION

May 19, 2011

TO: Honorable Steve Ogden, Chair, Senate Committee on Finance

FROM: John S O'Brien, Director, Legislative Budget Board

IN RE: HB2810 by Miller, Sid (relating to an exemption from the sales and use tax for tangible personal property incorporated into or attached to certain agricultural structures.),
Committee Report 2nd House, Substituted

<p>No significant fiscal implication to the State is anticipated.</p>
--

The bill would amend Section 151.316(a) of the Tax Code relating to exemptions of agricultural items from sales and use taxes.

The bill would add a new Subdivision (13) to exempt from sales and use tax tangible personal property incorporated into or attached to a dairy free stall barn or a dairy structure used solely for maternity purposes if the structure is located on a commercial dairy farm and is used exclusively for the production of milk.

The proposed amendment is consistent with current administrative practice, and therefore would have no significant fiscal implications.

This bill would take effect September 1, 2011.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 304 Comptroller of Public Accounts

LBB Staff: JOB, KK, SD