

By: Frank

H.B. No. 7

A BILL TO BE ENTITLED

AN ACT

relating to the allocation of certain revenue from the taxes imposed on the sale, rental, or use of motor vehicles to the state highway fund.

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

SECTION 1. Section 152.122, Tax Code, is amended to read as follows:

Sec. 152.122. ALLOCATION OF TAX. Subject to Section 152.1222, the ~~[The]~~ comptroller shall deposit the funds received under Section 152.121 ~~[of this code]~~ as follows:

(1) in the state fiscal year beginning September 1, 2015, 25 percent to the credit of the state highway fund and 75 percent ~~[1/4 to the credit of the foundation school fund; and~~
~~[(2) the remaining funds]~~ to the credit of the general revenue fund;

(2) in the state fiscal year beginning September 1, 2016, 50 percent to the credit of the state highway fund and 50 percent to the credit of the general revenue fund;

(3) in the state fiscal year beginning September 1, 2017, 75 percent to the credit of the state highway fund and 25 percent to the credit of the general revenue fund; and

(4) in state fiscal years beginning on or after September 1, 2018, 100 percent to the credit of the state highway fund.

1 SECTION 2. In addition to the substantive changes made by
2 this Act, this Act conforms Section 152.122, Tax Code, to the method
3 of allocating motor vehicle sales and use taxes in effect before the
4 effective date of this Act. Section 11.04, Chapter 4 (S.B. 3), Acts
5 of the 72nd Legislature, 1st Called Session, 1991, enacted former
6 Section 403.094(h), Government Code, which abolished certain state
7 fund dedications and resulted in the abolition of the allocation to
8 the foundation school fund effective August 31, 1995.

9 SECTION 3. This Act takes effect on the 91st day after the
10 last day of the legislative session.