

By: Creighton

H.B. No. 427

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the \$1 million total revenue exemption for the  
3 franchise tax.

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

5 SECTION 1. Section 1(c), Chapter 286 (H.B. 4765), Acts of  
6 the 81st Legislature, Regular Session, 2009, as amended by Section  
7 37.01, Chapter 4 (S.B. 1), Acts of the 82nd Legislature, 1st Called  
8 Session, 2011, is repealed.

9 SECTION 2. Section 2, Chapter 286 (H.B. 4765), Acts of the  
10 81st Legislature, Regular Session, 2009, as amended by Section  
11 37.02, Chapter 4 (S.B. 1), Acts of the 82nd Legislature, 1st Called  
12 Session, 2011, and which amended former Subsection (d), Section  
13 171.002, Tax Code, is repealed.

14 SECTION 3. Section 3, Chapter 286 (H.B. 4765), Acts of the  
15 81st Legislature, Regular Session, 2009, as amended by Section  
16 37.03, Chapter 4 (S.B. 1), Acts of the 82nd Legislature, 1st Called  
17 Session, 2011, and which amended former Subsection (a), Section  
18 171.0021, Tax Code, is repealed.

19 SECTION 4. Section 171.006(b), Tax Code, is amended to read  
20 as follows:

21 (b) Beginning in 2010, on January 1 of each even-numbered  
22 year, the amounts prescribed by Sections 171.002(d)(2)[~~7~~  
23 ~~171.0021~~] and 171.1013(c) are increased or decreased by an amount  
24 equal to the amount prescribed by those sections on December 31 of

1 the preceding year multiplied by the percentage increase or  
2 decrease during the preceding state fiscal biennium in the consumer  
3 price index and rounded to the nearest \$10,000.

4 SECTION 5. Sections 171.0021 and 171.1016(d), Tax Code, are  
5 repealed.

6 SECTION 6. This Act takes effect immediately if it receives  
7 a vote of two-thirds of all the members elected to each house, as  
8 provided by Section 39, Article III, Texas Constitution. If this  
9 Act does not receive the vote necessary for immediate effect, this  
10 Act takes effect September 1, 2013.