

By: Murphy, Raney, Guillen, et al.

H.B. No. 510

Substitute the following for H.B. No. 510:

By: Hilderbran

C.S.H.B. No. 510

A BILL TO BE ENTITLED

1

AN ACT

2 relating to the computation of the franchise tax by taxable
3 entities that rent or lease certain equipment and other items.

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

5 SECTION 1. Section 171.0001(12), Tax Code, is amended to
6 read as follows:

7 (12) "Retail trade" means:

8 (A) the activities described in Division G of the
9 1987 Standard Industrial Classification Manual published by the
10 federal Office of Management and Budget; ~~and~~

11 (B) apparel rental activities classified as
12 Industry 5999 or 7299 of the 1987 Standard Industrial
13 Classification Manual published by the federal Office of Management
14 and Budget;

15 (C) activities involving the rental or leasing of
16 tools, party and event supplies, and furniture that are classified
17 as Industry 7359 of the 1987 Standard Industrial Classification
18 Manual published by the federal Office of Management and Budget; or

19 (D) heavy construction equipment rental or
20 leasing activities classified as Industry 7353 of the 1987 Standard
21 Industrial Classification Manual published by the federal Office of
22 Management and Budget.

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

1 SECTION 3. This Act takes effect January 1, 2014.