

By: White

H.B. No. 1431

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the exclusion of certain funds in determining total
3 revenue for purposes of the franchise tax by taxable entities
4 engaged in the business of harvesting trees for wood.

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

6 SECTION 1. Section 171.1011, Tax Code, is amended by adding
7 Subsection (g-9) to read as follows:

8 (g-9) A taxable entity that is primarily engaged in the
9 business of harvesting trees for wood shall exclude from its total
10 revenue, to the extent included under Subsection (c)(1)(A),
11 (c)(2)(A), or (c)(3), payments made by the taxable entity to a
12 person who owns or controls the land from which the trees are
13 harvested, provided that person is not the taxable entity.

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, 2014.