

By: Van de Putte

S.B. No. 1518

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the computation of the franchise tax by a taxable entity
3 engaged in Internet hosting.

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

5 SECTION 1. Section 171.106, Tax Code, is amended by adding
6 Subsection (g) to read follows:

7 (g) A receipt from Internet hosting described by Section
8 151.108(a) is a receipt from business done in this state only if the
9 customer to whom the service is provided is located in this state.

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

12 SECTION 3. This Act takes effect September 1, 2013.