

By: West

S.B. No. 1118

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the cost of goods sold for purposes of the franchise tax
3 for certain zoos and aquariums.

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

5 SECTION 1. Section [171.1012](#), Tax Code, is amended by adding
6 Subsection (u) to read as follows:

7 (u) If a taxable entity accredited by the Association of
8 Zoos and Aquariums elects to subtract cost of goods sold, the cost
9 of goods sold for the taxable entity shall be the costs described by
10 this section in relation to the acquisition, husbandry, production,
11 exhibition, or conservation of animals.

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

14 SECTION 3. This Act takes effect January 1, 2016.