

By: Huffines

S.B. No. 1688

A BILL TO BE ENTITLED

AN ACT

relating to the Memorial Day weekend sales tax exemption period.

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

SECTION 1. Subchapter H, Chapter 151, Tax Code, is amended by adding Section 151.3275 to read as follows:

Sec. 151.3275. MEMORIAL DAY SALES TAX HOLIDAY. (a) The sale of any item is exempted from the taxes imposed by this code if:

(1) the total sales price is \$25,000 or less; and

(2) the sale takes place during a period beginning at 12:01 a.m. on the Saturday before the last Monday in May and ending at 12 midnight on that Monday.

(b) For any purchase of more than \$25,000, the amount above \$25,000 is subject to taxes imposed by this code at half of their normal rate if the sale takes place during a period beginning at 12:01 a.m. on the Saturday before the last Monday in May and ending at 12 midnight on that Monday.

SECTION 2. The change in law made by this Act does not affect taxes imposed before the effective date of this Act, and the law in effect before the effective date of this Act is continued in effect for purposes of the liability for and collection of those taxes.

SECTION 3. This Act takes effect September 1, 2017.