

By: Neave

H.B. No. 2041

A BILL TO BE ENTITLED

1 AN ACT
2 relating to a sales and use tax exemption for United States flags
3 and Texas state flags.

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

5 SECTION 1. Subchapter H, Chapter 151, Tax Code, is amended
6 by adding Section 151.3401 to read as follows:

7 Sec. 151.3401. CERTAIN FLAGS. A flag is exempted from the
8 taxes imposed by this chapter if the flag is a United States flag or
9 a state flag, as described by Section 3100.001, Government Code.

10 SECTION 2. The change in law made by this Act does not
11 affect tax liability accruing before the effective date of this
12 Act. That liability continues in effect as if this Act had not been
13 enacted, and the former law is continued in effect for the
14 collection of taxes due and for civil and criminal enforcement of
15 the liability for those taxes.

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