

By: Perry

S.B. No. 1824

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to the exclusion from total revenue of certain payments  
3 made by a performing rights society for purposes of computing the  
4 franchise tax.

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-12) to read as follows:

8 (g-12) A taxable entity that is a performing rights society  
9 that licenses the public performance of nondramatic musical works  
10 on behalf of a copyright owner shall exclude from its total revenue,  
11 to the extent included under Subsection (c)(1)(A), (c)(2)(A), or  
12 (c)(3), payments made to the public performance rights holder and  
13 the copyright owner for whom the taxable entity licenses the public  
14 performance.

15 SECTION 2. This Act takes effect immediately if it receives  
16 a vote of two-thirds of all the members elected to each house, as  
17 provided by Section [39](#), Article III, Texas Constitution. If this  
18 Act does not receive the vote necessary for immediate effect, this  
19 Act takes effect September 1, 2019.