

By: Luther

H.B. No. 4180

A BILL TO BE ENTITLED

AN ACT

relating to imposing a tax on certain money transmissions.

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

SECTION 1. Subtitle E, Title 2, Tax Code, is amended by adding Chapter 164 to read as follows:

CHAPTER 164. TAX ON CERTAIN MONEY TRANSMISSIONS

SUBCHAPTER A. GENERAL PROVISIONS

Sec. 164.0001. DEFINITIONS. In this chapter, "money transmission" and "money transmission licensee" have the meanings assigned by Section 152.003, Finance Code.

Sec. 164.0002. APPLICATION OF OTHER PROVISIONS OF CODE. Except as provided by this chapter:

(1) the tax imposed by this chapter is administered, imposed, collected, and enforced in the same manner as the tax under Chapter 151 is administered, imposed, collected, and enforced; and

(2) the provisions of Chapter 151 applicable to the sales tax imposed under Subchapter C, Chapter 151, apply to the tax imposed by this chapter.

SUBCHAPTER B. IMPOSITION, AMOUNT, AND COLLECTION OF TAX

Sec. 164.0021. TAX IMPOSED. (a) A tax is imposed on each money transmission from this state to a foreign country that is facilitated by a money transmission licensee.

(b) The amount of the tax shall be added by the money transmission licensee to the price charged to the person initiating

1 the money transmission.

2 Sec. 164.0022. AMOUNT OF TAX. The amount of the tax is
3 equal to 25 percent of the amount of the money transmission.

4 Sec. 164.0023. COLLECTION AND REMITTANCE OF TAX. On or
5 before the 25th day of each month, each money transmission licensee
6 that initiated at least one money transmission subject to the tax
7 imposed by this chapter during the preceding month shall send to the
8 comptroller the amount of tax collected by the licensee during that
9 month.

10 Sec. 164.0024. REPORTS. On or before the 25th day of each
11 month, each money transmission licensee that initiated at least one
12 money transmission subject to the tax imposed by this chapter
13 during the preceding month shall file with the comptroller a report
14 stating:

15 (1) the total amount of money transmitted during the
16 preceding month that is subject to the tax imposed under this
17 chapter; and

18 (2) any other information the comptroller finds is
19 necessary to determine the amount of tax the money transmission
20 licensee is required to collect during the period covered by the
21 report.

22 Sec. 164.0025. RECORDS. Each money transmission licensee
23 required to collect the tax imposed by this chapter shall keep a
24 complete record of:

25 (1) the total amount of money transmitted by the
26 licensee that is subject to the tax imposed under this chapter; and

27 (2) any other information required by the comptroller

1 related to the tax imposed under this chapter.

2 SUBCHAPTER C. DISPOSITION OF PROCEEDS

3 Sec. 164.0051. DISPOSITION OF PROCEEDS. The comptroller
4 shall deposit the proceeds from the collection of the tax imposed
5 under this chapter to the credit of the general revenue fund.

6 SECTION 2. This Act takes effect September 1, 2025.