

1-1 By: Bonnen of Brazoria (Senate Sponsor - Nelson) H.B. No. 4002  
 1-2 (In the Senate - Received from the House May 5, 2017;  
 1-3 May 8, 2017, read first time and referred to Committee on Finance;  
 1-4 May 11, 2017, reported favorably by the following vote: Yeas 10,  
 1-5 Nays 0; May 11, 2017, sent to printer.)

1-6 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-7 Nelson	X			
1-8 Hinojosa	X			
1-9 Bettencourt	X			
1-10 Birdwell			X	
1-11 Hancock	X			
1-12 Huffman	X			
1-13 Kolkhorst			X	
1-14 Nichols	X			
1-15 Schwertner			X	
1-16 Seliger	X			
1-17 Taylor of Galveston			X	
1-18 Uresti	X			
1-19 Watson	X			
1-20 West			X	
1-21 Whitmire	X			

1-23 A BILL TO BE ENTITLED  
 1-24 AN ACT

1-25 relating to the definition of production used in determining the  
 1-26 cost of goods sold for franchise tax purposes.

1-27 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-28 SECTION 1. Section 171.1012(a)(2), Tax Code, is amended to  
 1-29 read as follows:

1-30 (2) "Production" means ~~[includes]~~ construction,  
 1-31 ~~[installation,]~~ manufacture, development, mining, extraction,  
 1-32 improvement, creation, raising, or growth.

1-33 SECTION 2. The amendment made by this Act to Section  
 1-34 171.1012, Tax Code, is a clarification of existing law and does not  
 1-35 imply that Section 171.1012, Tax Code, before the amendment made by  
 1-36 this Act may be construed as inconsistent with Section 171.1012,  
 1-37 Tax Code, as amended by this Act.

1-38 SECTION 3. This Act takes effect September 1, 2017.

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