

1-1 By: Powell S.B. No. 1294
 1-2 (In the Senate - Filed February 28, 2019; March 7, 2019,
 1-3 read first time and referred to Committee on Finance; May 7, 2019,
 1-4 reported favorably by the following vote: Yeas 13, Nays 1;
 1-5 May 7, 2019, 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 Campbell		X		
1-12 Flores	X			
1-13 Hancock			X	
1-14 Huffman	X			
1-15 Kolthorst	X			
1-16 Nichols	X			
1-17 Perry	X			
1-18 Taylor	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 water-related exemptions from sales and use taxes.
 1-26 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
 1-27 SECTION 1. Section 151.355, Tax Code, is amended to read as
 1-28 follows:
 1-29 Sec. 151.355. WATER-RELATED EXEMPTIONS. The following are
 1-30 exempted from taxes imposed by this chapter:
 1-31 (1) equipment, services, or supplies used solely for
 1-32 rainwater harvesting;
 1-33 (1-a) [~~equipment or supplies,~~] water recycling and
 1-34 reuse equipment or supplies~~[,]~~ or other equipment, services, or
 1-35 supplies used solely to reduce or eliminate water use;
 1-36 (2) equipment, services, or supplies used solely for
 1-37 desalination of surface water or groundwater;
 1-38 (3) equipment, services, or supplies used solely for
 1-39 brush control designed to enhance the availability of water;
 1-40 (4) equipment, services, or supplies used solely for
 1-41 precipitation enhancement;
 1-42 (5) equipment, services, or supplies used solely to
 1-43 construct or operate a water or wastewater system certified by the
 1-44 Texas Commission on Environmental Quality as a regional system;
 1-45 (6) equipment, services, or supplies used solely to
 1-46 construct or operate a water supply or wastewater system by a
 1-47 private entity as a public-private partnership as certified by the
 1-48 political subdivision that is a party to the project; and
 1-49 (7) tangible personal property specifically used to
 1-50 process, reuse, or recycle wastewater that will be used in
 1-51 fracturing work performed at an oil or gas well.
 1-52 SECTION 2. The changes in law made by this Act do not affect
 1-53 tax liability accruing before the effective date of this Act. That
 1-54 liability continues in effect as if this Act had not been enacted,
 1-55 and the former law is continued in effect for the collection of
 1-56 taxes due and for civil and criminal enforcement of the liability
 1-57 for those taxes.
 1-58 SECTION 3. This Act takes effect on the first day of the
 1-59 first month beginning on or after the earliest date on which this
 1-60 Act may take effect if it receives a vote of two-thirds of all the
 1-61 members elected to each house, as provided by Section 39, Article

2-1 III, Texas Constitution. If this Act does not receive the vote
2-2 necessary for effect before September 1, 2019, this Act takes
2-3 effect September 1, 2019.

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