

1-1 By: Harris Davila, et al. (Senate Sponsor - King) H.B. No. 346
1-2 (In the Senate - Received from the House May 12, 2025;
1-3 May 12, 2025, read first time and referred to Committee on Economic
1-4 Development; May 23, 2025, reported adversely, with favorable
1-5 Committee Substitute by the following vote: Yeas 5, Nays 0;
1-6 May 23, 2025, sent to printer.)

1-7 COMMITTEE VOTE

1-8	Yea	Nay	Absent	PNV
1-9 King	X			
1-10 Sparks	X			
1-11 Alvarado	X			
1-12 Johnson	X			
1-13 Schwertner	X			

1-14 COMMITTEE SUBSTITUTE FOR H.B. No. 346 By: Schwertner

1-15 A BILL TO BE ENTITLED
1-16 AN ACT

1-17 relating to the fee amounts prescribed by the secretary of state for
1-18 expedited commercial and business record searches or filings and
1-19 the exemption from the franchise tax and certain filing fees for
1-20 veteran-owned businesses.

1-21 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-22 SECTION 1. Section 405.032, Government Code, is amended by
1-23 amending Subsection (a) and adding Subsection (d) to read as
1-24 follows:

1-25 (a) The secretary of state may set and collect the
1-26 following:

1-27 (1) for the expedited handling of a certified record
1-28 search or expedited filing of a document in the security interest
1-29 and financing statement records of the secretary, a fee in an amount
1-30 the secretary of state prescribes ~~[of not more than \$15]~~;

1-31 (2) for the expedited filing or reviewing of a
1-32 document relating to a profit or nonprofit corporation,
1-33 professional corporation or association, cooperative association,
1-34 unincorporated nonprofit association, limited or general
1-35 partnership, or limited liability company, a fee in an amount the
1-36 secretary of state prescribes ~~[of not more than \$25]~~;

1-37 (3) for the expedited access or access by electronic
1-38 data transmittal processes to data that is stored in state computer
1-39 record banks maintained by the secretary, a fee in an amount
1-40 reasonable and necessary to cover the costs of establishing and
1-41 administering the system. Notwithstanding any other provision of
1-42 this code, the secretary is authorized to maintain a system to
1-43 provide expedited access by electronic data transmittal processes
1-44 to all information that is stored in state computer banks
1-45 maintained by the secretary and that is not classified as
1-46 confidential by statute or a court decision; and

1-47 (4) for the expedited handling of a request for a
1-48 certified copy or certificate of fact relating to a corporation,
1-49 limited partnership, assumed name, trademark document, or other
1-50 document filed for public record with the corporations section of
1-51 the office of the secretary of state, a fee of not more than \$10 a
1-52 copy or certificate.

1-53 (d) In prescribing fee amounts under Subsections (a)(1) and
1-54 (2), the secretary of state may prescribe a varying fee schedule
1-55 based on the type of business organization. The secretary of state
1-56 shall publish on the secretary of state's Internet website the
1-57 prescribed fee amounts and any varying fee schedule.

1-58 SECTION 2. The following provisions are repealed:

1-59 (1) Section 3, Chapter 859 (S.B. 938), Acts of the 87th
1-60 Legislature, Regular Session, 2021, as effective January 1, 2026,

2-1 which amended Section 171.0001(4), Tax Code;
2-2 (2) Section 7, Chapter 859 (S.B. 938), Acts of the 87th
2-3 Legislature, Regular Session, 2021, as effective January 1, 2026,
2-4 which amended Section 171.063(g), Tax Code; and
2-5 (3) Section 9, Chapter 859 (S.B. 938), Acts of the 87th
2-6 Legislature, Regular Session, 2021, as effective January 1, 2026,
2-7 which provided for the repeal of Section 12.005, Business
2-8 Organizations Code, and Sections 171.0005, 171.001(d), and
2-9 171.204(d), Tax Code.
2-10 SECTION 3. This Act takes effect September 1, 2025.

2-11 * * * * *