

1 AN ACT

2 relating to a credit or refund for taxes paid on diesel fuel used in
3 certain manufacturing or production processes.

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

5 SECTION 1. Section 162.227, Tax Code, is amended by adding
6 Subsection (c-1) to read as follows:

7 (c-1) A license holder may take a credit on a return for the
8 period in which the purchase occurred, and a person who does not
9 hold a license under this subchapter may file a refund claim with
10 the comptroller, if the license holder or person paid tax on diesel
11 fuel and the diesel fuel is used in this state:

12 (1) as a feedstock in the manufacturing of tangible
13 personal property for resale not as a motor fuel; or

14 (2) in a medium for the removal of drill cuttings from
15 a well bore in the production of oil or gas.

16 SECTION 2. The change in law made by this Act does not
17 affect taxes imposed before the effective date of this Act, and the
18 law in effect before the effective date of this Act is continued in
19 effect for purposes of the liability for and collection of those
20 taxes.

21 SECTION 3. This Act takes effect September 1, 2007.

David Swihurst

President of the Senate

Jim Caddick

Speaker of the House

I certify that H.B. No. 1332 was passed by the House on April 11, 2007, by the following vote: Yeas 145, Nays 0, 2 present, not voting.

Robert Haney
Chief Clerk of the House

I certify that H.B. No. 1332 was passed by the Senate on May 11, 2007, by the following vote: Yeas 31, Nays 0.

Patsy Spaw
Secretary of the Senate

APPROVED: 25 MAY 07

Date

RICK PERRY
Governor

Roger Whinnis
May 25, 2007
10:00pm