

CHAPTER 404

H.B. No. 2637

AN ACT

relating to qualification for sales and use tax exemption of film, video, and audio recording production in Texas.

*Be it enacted by the Legislature of the State of Texas:*

SECTION 1. Section 151.318, Tax Code, is amended by adding Subsection (p) to read as follows:

*(p) The production for consideration of a motion picture or a video or audio recording, a copy of which is sold or offered for ultimate sale, licensed, distributed, broadcast, or otherwise exhibited, is considered "manufacturing" for the purposes of this section. An exemption shall apply to machinery and equipment that is rented or leased for such a production.*

SECTION 2. This Act takes effect October 1, 1993.

SECTION 3. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

Passed by the House on May 12, 1993, by a non-record vote; passed by the Senate on May 21, 1993, by a viva-voce vote.

Approved June 2, 1993.

Effective Oct. 1, 1993.