

BILL ANALYSIS

Senate Research Center

S.B. 1780
By: Ogden
Finance
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As Filed

DIGEST AND PURPOSE

Currently, a corporation is unable to claim a franchise tax credit for certain qualified capital investments. As proposed, S.B. 1780 authorizes a corporation to claim a franchise tax credit for certain qualified capital investments.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Section 171.802, Tax Code, by adding Subsection (d) to authorize a corporation to claim a credit or take a carryforward credit for a qualified capital investment made on or after January 1, 2003, without regard to whether the county in which it makes the qualified capital investment has lost its designation as a strategic investment area if the corporation committed to the investment in the county before January 2003; at the time the corporation made the commitment, the county was designed as a strategic investment area; the total investment is at least \$100 million; and the county has a population of less than 15,400.

SECTION 2. Effective date: September 1, 2003.