

BILL ANALYSIS

Senate Research Center
78R819 JD-D

S.B. 658
By: Brimer
Finance
3/13/2003
As Filed

DIGEST AND PURPOSE

During the 77th Legislature, S.B. 248 eliminated ad valorem taxes for vehicles leased primarily for personal use. The exemption does not apply in a municipality if the municipality's governing body adopted an ordinance before January 1, 2002, providing for the continued taxation of leased motor vehicles. However, the legislation included a provision that if the exemption was not continued by the legislature, it would expire December 31, 2003. As proposed, S.B. 658 would make permanent the exemption from ad valorem taxes on motor vehicles leased for personal use.

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. Repealer: Section 11.252(g), Tax Code (Motor Vehicles Leased for Personal Use).

SECTION 2. Effective date: upon passage or September 1, 2003.