(2) an area designated by the federal government as a renewal community, a federal empowerment zone, or a federal enterprise community, including any developable area approved by the federal agency responsible for making that designation; or

(3) an area located in a distressed county; or

(4) an area inside the boundaries of a defense base development authority established under Chapter 379B, Local Government Code.

SECTION 2. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2013.

Passed by the House on May 2, 2013: Yeas 146, Nays 1, 2 present, not voting; passed by the Senate on May 22, 2013: Yeas 31, Nays 0.

Approved June 14, 2013.

Effective June 14, 2013.

CHAPTER 1402

H.B. No. 3121

AN ACT

relating to the qualifications for the exemption from ad valorem taxation for aircraft parts located in this state for a limited time.

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

SECTION 1. Section 11.251, Tax Code, is amended by amending Subsections (b), (c), (e), (g), and (k) and adding Subsection (l) to read as follows:

(b) A person is entitled to an exemption from taxation by a taxing unit of the appraised value of that portion of the person's inventory or property consisting of freeport goods as determined under this section for the taxing unit.

(c) The exemption provided by Subsection (b) is subtracted from the market value of the inventory or property determined under Section 23.12 to determine the taxable value of the inventory or property for the taxing unit.

(e) In determining the market value of freeport goods that in the preceding year were assembled, manufactured, repaired, maintained, processed, or fabricated in this state or used by the person who acquired or imported the property in the repair or maintenance of aircraft operated by a certificated air carrier, the chief appraiser shall exclude the cost of equipment, machinery, or materials that entered into and became component parts of the freeport goods but were not themselves freeport goods or that were not transported outside the state before the expiration of 175 days, or, if applicable, the greater number of days adopted by the taxing unit as authorized by Subsection (l), after they were brought into this state by the property owner or acquired by the property owner in this state. For component parts held in bulk, the chief appraiser may use the average length of time a component part was held in this state by the property owner during the preceding year in determining whether the component parts were transported out of this state before the expiration of 175 days or, if applicable, the greater number of days adopted by the taxing unit as authorized by Subsection (l).

(g) If the property owner or the chief appraiser demonstrates that the method provided by Subsection (d) significantly understates or overstates the market value of the property qualified for an exemption under Subsection (b) in the current year, the chief appraiser shall determine the market value of the freeport goods to be exempt by determining, according to the property owner's records and any other available information, the market value of those freeport goods owned by the property owner on January 1 of the current year, excluding the cost of equipment, machinery, or materials that entered into and became component parts of the freeport goods but were not themselves freeport goods or that were not transported outside the state before the expiration of 175 days, or, if applicable, the greater number of days adopted by the taxing unit as authorized by Subsection (l).
days adopted by the taxing unit as authorized by Subsection (l), after they were brought into
this state by the property owner or acquired by the property owner in this state.

  (k) Property that meets the requirements of Article VIII, Sections 1–j(a)(1) and (2), of the
Texas Constitution and that is transported outside of this state not later than 175 days, or, if
applicable, the greater number of days adopted by the taxing unit as authorized by
Subsection (l), after the date the person who owns it on January 1 acquired it or imported it
into this state is freeport goods regardless of whether the person who owns it on January 1 is
the person who transports it outside of this state.

  (l) The governing body of a taxing unit, in the manner provided by law for official action,
may extend the date by which freeport goods that are aircraft parts must be transported
outside the state to a date not later than the 730th day after the date the person acquired or
imported the property in this state. An extension adopted by official action under this
subsection applies only to the exemption from ad valorem taxation by the taxing unit
adopting the extension and applies to:

  (1) the tax year;
    (A) in which the extension is adopted if officially adopted before June 1 of a tax year;
    or
    (B) immediately following the tax year in which the extension is adopted if officially
    adopted on or after June 1 of a tax year; and

  (2) each tax year following the year of adoption of the extension.

SECTION 2. This Act applies only to a tax year beginning on or after the effective date
of this Act.

SECTION 3. This Act takes effect January 1, 2014, but only if the constitutional
amendment proposed by the 83rd Legislature, Regular Session, 2013, to authorize a political
subdivision of this state to extend the number of days that aircraft parts that are exempt
from ad valorem taxation due to their location in this state for a temporary period may be
located in this state for purposes of qualifying for the tax exemption is approved by the
voters. If that amendment is not approved by the voters, this Act has no effect.

Passed by the House on May 7, 2013: Yeas 144, Nays 0, 2 present, not voting; passed
by the Senate on May 22, 2013: Yeas 31, Nays 0.

Effective June 14, 2013.

CHAPTER 1403

H.B. No. 3572

AN ACT

relating to the administration, collection, and enforcement of taxes on mixed beverages; imposing a tax
on sales of mixed beverages; decreasing the rate of the current tax on mixed beverages.

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

SECTION 1. Section 151.308(a), Tax Code, is amended to read as follows:

(a) The following are exempted from the taxes imposed by this chapter:

  (1) oil as taxed by Chapter 202;
  (2) sulphur as taxed by Chapter 208;
  (3) motor fuels and special fuels as defined, taxed, or exempted by Chapter 162;
  (4) cement as taxed by Chapter 181;

  (5) motor vehicles, trailers, and semitrailers as defined, taxed, or exempted by Chapter
152, other than a mobile office or an oilfield portable unit, as those terms are defined by
Section 152.001;