

Income/Franchise:

Texas: New Law Increases No-Tax-Due Total Revenue Exemption and Eliminates Filing of Certain Franchise Tax Returns

S.B. 3, signed by gov. 7/22/23. Applicable to Texas franchise tax reports originally due on or after January 1, 2024, new law:

URL: <https://capitol.texas.gov/BillLookup/History.aspx?LegSess=882&Bill=sb3>

1. Increases the “total revenue” threshold amount for purposes of determining whether an entity is subject to the Texas franchise tax from \$1 million to \$2.47 million, and
2. Eliminates an abbreviated Texas franchise tax report filing requirement for entities that do not owe Texas franchise tax as a result of the increased total revenue exemption.

Please contact us with any questions.

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