

1-1 By: Perry S.B. No. 2056
 1-2 (In the Senate - Filed March 10, 2017; March 28, 2017, read
 1-3 first time and referred to Committee on Natural Resources &
 1-4 Economic Development; April 27, 2017, reported adversely, with
 1-5 favorable Committee Substitute by the following vote: Yeas 8,
 1-6 Nays 0, 2 present not voting; April 27, 2017, sent to printer.)

1-7 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-8	X			
1-9	X			
1-10				X
1-11	X			
1-12			X	
1-13	X			
1-14	X			
1-15	X			
1-16	X			
1-17	X			
1-18	X			
1-19				X

1-20 COMMITTEE SUBSTITUTE FOR S.B. No. 2056 By: Zaffirini

1-21 A BILL TO BE ENTITLED
 1-22 AN ACT

1-23 relating to the use of municipal hotel occupancy tax revenue by
 1-24 certain municipalities.

1-25 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-26 SECTION 1. Subchapter B, Chapter 351, Tax Code, is amended
 1-27 by adding Section 351.10711 to read as follows:

1-28 Sec. 351.10711. ALLOCATION OF REVENUE FOR MAINTENANCE,
 1-29 ENHANCEMENT, AND UPGRADE OF SPORTS FACILITIES AND FIELDS BY CERTAIN
 1-30 MUNICIPALITIES. (a) This section applies only to a municipality
 1-31 that is the county seat of a county that has a population of more
 1-32 than 10,000 and contains a portion of Mound Lake.

1-33 (b) In addition to other authorized uses, a municipality to
 1-34 which this section applies may use revenue derived from the tax
 1-35 imposed under this chapter to promote tourism by maintaining,
 1-36 enhancing, or upgrading sports facilities or fields, provided that:

1-37 (1) the requirements of Section 351.1076 are met if
 1-38 the municipality uses the revenue to enhance or upgrade a sports
 1-39 facility or field;

1-40 (2) the municipality owns the sports facilities or
 1-41 fields; and

1-42 (3) the sports facilities and fields have been used,
 1-43 in the preceding calendar year, a combined total of more than 10
 1-44 times for district, state, regional, or national sports
 1-45 tournaments.

1-46 (c) A municipality that uses revenue derived from the tax
 1-47 imposed under this chapter as authorized by Subsection (b) may not
 1-48 reduce the percentage of revenue from the tax imposed under this
 1-49 chapter and allocated for a purpose described by Section
 1-50 351.101(a)(3) to a percentage that is less than the average
 1-51 percentage of that revenue allocated by the municipality for that
 1-52 purpose during the 36-month period preceding the date the
 1-53 municipality begins using the revenue as authorized by Subsection
 1-54 (b).

1-55 SECTION 2. Section 351.1076(a), Tax Code, is amended to
 1-56 read as follows:

1-57 (a) A municipality that spends municipal hotel occupancy
 1-58 tax revenue for the enhancement and upgrading of existing sports
 1-59 facilities or fields as authorized by Section 351.101(a)(7) or
 1-60 351.10711:

2-1 (1) shall determine the amount of municipal hotel
2-2 occupancy tax revenue generated for the municipality by hotel
2-3 activity attributable to the sports events and tournaments held on
2-4 the enhanced or upgraded facilities or fields for five years after
2-5 the date the enhancements and upgrades are completed; and

2-6 (2) may not spend hotel occupancy tax revenue for the
2-7 enhancement and upgrading of the facilities or fields in a total
2-8 amount that exceeds the amount of area hotel revenue attributable
2-9 to the enhancements and upgrades.

2-10 SECTION 3. This Act takes effect immediately if it receives
2-11 a vote of two-thirds of all the members elected to each house, as
2-12 provided by Section 39, Article III, Texas Constitution. If this
2-13 Act does not receive the vote necessary for immediate effect, this
2-14 Act takes effect September 1, 2017.

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