1-1 By: Hinojosa S.B. No. 2137 (In the Senate - Filed March 7, 2019; March 21, 2019, read time and referred to Committee on Natural Resources & 1-2 1-3 first Economic Development; April 8, 2019, reported adversely, with favorable Committee Substitute by the following vote: Yeas 10, 1-4 1-5 Nays 0; April 8, 2019, sent to printer.) 1-6

1 - 7COMMITTEE VOTE

1-8		Yea	Nay	Absent	PNV
1-9	Birdwell	X	-		
1-10	Zaffirini	X			
1-11	Fallon	X			
1-12	Flores	X			
1-13	Hancock			X	
1-14	Hinojosa	X			
1-15	Hughes	X			
1-16	Miles	X			
1-17	Paxton	X			
1-18	Powell	X			
1-19	Rodríguez	X			

1-20 COMMITTEE SUBSTITUTE FOR S.B. No. 2137 By: Hinojosa

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

> relating to the use of municipal hotel occupancy tax revenue by certain municipalities.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

Sections 351.1068(b) and (c), Tax Code, are SECTION 1. amended to read as follows:

A municipality to which this section applies may use derived from the municipal hotel occupancy tax construct, maintain, or expand a sporting-related facility, a [or] sporting-related field, or related infrastructure as defined by Section 334.001, Local Government Code, that is located within 2,500 feet of the facility or field and is directly related to the facility or field, provided that:

(1) the facility, field, or infrastructure is located on property owned by the municipality; and

(2) [, provided] the municipality's sports facilities

and fields have been used in the preceding calendar year a combined total of more than 10 times for district, state, regional, or national sports tournaments, games, or events.

(c) A municipality to which this section applies that uses revenue derived from the municipal hotel occupancy tax for a

purpose described by Subsection (b):

(1) shall determine the amount of municipal hotel occupancy tax revenue generated for the municipality by hotel activity attributable to the [sports tournaments, games, and held on the newly constructed, enhanced, or upgraded facilities, [or] fields, or related infrastructure for 10 years after the date the <u>original</u> construction, enhancements, or upgrades <u>of the first</u> <u>of the facilities or fields</u> are completed; and

(2) may not spend municipal hotel occupancy tax

(2) may not spend municipal hotel occupancy tax revenue for the construction, enhancement, or upgrading of the facilities, $[\frac{\partial r}{\partial t}]$ fields, or related infrastructure in a total amount that exceeds the amount of area hotel revenue attributable to the construction, enhancements, or upgrades as determined under

1-56 Subdivision (1).

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SECTION 2. This Act takes effect September 1, 2019.

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