

By: Troxclair

H.B. No. 4090

A BILL TO BE ENTITLED

AN ACT

relating to the use of revenue attributable to the imposition of a hotel occupancy tax by certain municipalities and counties for venue projects and the period for which certain of those taxes may be imposed.

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

SECTION 1. Section 334.2515, Local Government Code, is amended to read as follows:

Sec. 334.2515. APPLICATION. Except as provided by Sections 334.2516, ~~[and]~~ 334.2518, and 334.2519, this subchapter does not apply to the financing of a venue project that is:

- (1) an area described by Section 334.001(4)(C);
- (2) an area or facility that is part of a municipal parks and recreation system as described by Section 334.001(4)(D);
- (3) a project described by Section 334.001(4)(E), except for a project described by Section 334.001(4)(A); or
- (4) a facility described by Section 334.001(4)(G).

SECTION 2. Subchapter H, Chapter 334, Local Government Code, is amended by adding Section 334.2519 to read as follows:

Sec. 334.2519. USE OF REVENUE FOR CERTAIN VENUE PROJECTS.

(a) This section applies only to a venue project located in a municipality with a population of 750,000 or more that is primarily located in a county with a population of 1.5 million or less.

(b) A municipality or county may use revenue under this

1 subchapter to acquire, construct, improve, and equip a venue
2 project to which this section applies and related infrastructure to
3 be constructed on real property described by Section 334.2515(2).
4 In addition, the municipality or county may pledge the revenue to
5 the payment of bonds or other obligations the municipality or
6 county issues to finance the venue project infrastructure.

7 SECTION 3. Section 334.257, Local Government Code, is
8 amended by adding Subsection (c) to read as follows:

9 (c) This subsection applies only to a municipality with a
10 population of 750,000 or more that is primarily located in a county
11 with a population of 1.5 million or less. Notwithstanding
12 Subsection (b), a municipality to which this section applies may
13 impose a tax under this subchapter only until the earlier of:

14 (1) the date on which all bonds and other obligations
15 issued under Section 334.043 have been paid in full;

16 (2) the date on which the municipality has collected
17 the amount of money attributable to the tax imposed under this
18 subchapter that is sufficient to pay in full the bonds and other
19 obligations; or

20 (3) the date on which the total amount of money,
21 exclusive of guaranteed interest, necessary to pay in full the
22 bonds and other obligations has been set aside by the municipality
23 in a trust account dedicated to the payment of the bonds and other
24 obligations.

25 SECTION 4. This Act takes effect September 1, 2023.