S.B. No. 386 1-1 By: Hinojosa 1-2 1-3 (In the Senate - Filed February 6, 2003; February 11, 2003, read first time and referred to Committee on Intergovernmental Relations; March 27, 2003, reported favorably by the following 1-4 vote: Yeas 3, Nays 0; March 27, 2003, sent to printer.) 1-5

## A BILL TO BE ENTITLED AN ACT

1-8 relating to the use of municipal hotel tax revenue collected by 1-9 certain coastal municipalities.

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

1-10 1-11 SECTION 1. Subsection (b), Section 351.1055, Tax Code, is 1-12 amended to read as follows:

Notwithstanding any other provision of this chapter, a 1-13 (b) home-rule municipality that borders the Gulf of Mexico and has a 1-14 1**-**15 1**-**16 population of more than 250,000 may use all or any portion of the revenue derived from the municipal hotel occupancy tax from hotels 1-17 in an area previously subject to a county hotel occupancy tax and located on an island bordering the Gulf of Mexico to clean and 1-18 1-19

maintain public beaches in the municipality. SECTION 2. Subsection (e), Section 351.107, Tax Code, is 1-20 1-21 amended to read as follows:

1-22 (e) Notwithstanding any other provision of this chapter, a municipality to which this section applies may use all or any portion of the revenue derived from the municipal hotel occupancy 1-23 1-24 tax from hotels <u>in an area</u> previously subject to a county hotel occupancy tax <u>and located on an island bordering the Gulf of Mexico</u> 1-25 1-26 to clean and maintain public beaches in the municipality. 1-27

SECTION 3. This Act takes effect July 1, 2003, 1-28 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 effect on that 1-29 1-30 1-31 1-32 date, this Act takes effect September 1, 2003.

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