

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 79TH LEGISLATIVE REGULAR SESSION

April 11, 2005

TO: Honorable Frank Madla, Chair, Senate Committee on Intergovernmental Relations

FROM: John S. O'Brien, Deputy Director, Legislative Budget Board

IN RE: HB352 by Goodman (Relating to the collection of municipal hotel occupancy taxes.), **As Engrossed**

No fiscal implication to the State is anticipated.

The bill would amend the Tax Code to require a person liable to a municipality for municipal hotel taxes to pay the municipality for its costs of conducting an audit, as determined by the municipality, if an audit is conducted as a result of unpaid municipal hotel taxes and only if the tax has been delinquent for at least two complete municipal fiscal quarters at the time the audit is conducted. The bill would also authorize the municipality to determine the amount of tax due if the person required to file a municipal hotel tax report fails to do so. The bill would take effect September 1, 2005 and would apply only to taxes imposed on or after that date.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies:

LBB Staff: JOB, WP, SD, DLBa