

By: Truitt

H.B. No. 2438

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the allocation of revenue from the municipal hotel
3 occupancy tax for certain transportation systems.

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

5 SECTION 1. Subchapter B, Chapter 351, Tax Code, is amended
6 by adding Section 351.110 to read as follows:

7 Sec. 351.110. ALLOCATION OF REVENUE FOR CERTAIN
8 TRANSPORTATION SYSTEMS. (a) Notwithstanding any other provision
9 of this chapter, a municipality may use the revenue derived from the
10 tax imposed under this chapter for a transportation system to
11 transport tourists from hotels in and near the municipality to:

- 12 (1) the commercial center of the municipality;
13 (2) a convention center in the municipality;
14 (3) other hotels in or near the municipality;
15 (4) tourist attractions in or near the municipality;

16 and

- 17 (5) an airport serving that area.

18 (b) The transportation system described by Subsection (a)
19 may be:

- 20 (1) owned and operated by the municipality; or
21 (2) privately owned and operated but partially
22 financed by the municipality.

23 SECTION 2. This Act takes effect immediately if it receives
24 a vote of two-thirds of all the members elected to each house, as

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1 provided by Section 39, Article III, Texas Constitution. If this
2 Act does not receive the vote necessary for immediate effect, this
3 Act takes effect September 1, 2007.