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By: Gallego (Senate Sponsor - Uresti)

(In the Senate - Received from the House April 18, 2011;
April 20, 2011, read first time and referred to Committee on Economic Development; May 13, 2011, reported adversely, with favorable Committee Substitute by the following vote: Yeas 6, Navs 0: May 13, 2011 sent to printer
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               Nays 0; May 13, 2011, sent to printer.)
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COMMITTEE SUBSTITUTE FOR H.B. No. 1040 1-7

By: Jackson

1-8 A BILL TO BE ENTITLED 1-9 AN ACT

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relating to the validation of the creation of, and certain acts related to, a venue project, and the dissolution of certain venue 1-10 1-11 districts. 1-12

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

SECTION 1. (a) The legislature validates and confirms:

- (1) the creation of, and election on, a venue project to finance the restoration and renovation of a venue as of the date of an election held before the effective date of this Act at which the voters of a municipality approved the creation of the venue project and the levy of a two percent increase in the local hotel occupancy tax; and
- (2) the levy and collection of a two percent increase in the local hotel occupancy tax for a venue project that occurred before the effective date of this Act.
- This section does not apply to any matter that on the effective date of this Act:
- (1) is involved in litigation if the litigation ultimately results in the matter being held invalid by a final court judgment; or
- (2) has been held invalid by a final court judgment.
 (c) This Act does not validate any governmental act or proceeding that, under the law in effect at the time the act or proceeding occurred, would constitute a criminal offense punishable as a misdemeanor or felony.

SECTION 2. Chapter 335, Local Government Code, is amended by adding Subchapter G to read as follows:

SUBCHAPTER G. DISSOLUTION OF DISTRICTS IN LESS POPULOUS COUNTIES

Sec. 335.151. APPLICABILITY. This subchapter applies only a district wholly located in a county with a population of less than 15,000. Sec. 335.152.

DISSOLUTION. The governing body of each political subdivision that created a district may dissolve the district by adopting a concurrent order.

Sec. 335.153. ASSETS AND LIABILITIES. (a) The assets and liabilities of a district dissolved under this subchapter shall be transferred to the county in which the district is located.

(b) After payment of district liabilities, the county shall use the district assets that remain for an approved venue project of the county.

SECTION 3. This Act takes effect immediately 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 immediate effect, this Act takes effect September 1, 2011.

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