

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 82ND LEGISLATIVE REGULAR SESSION**

**May 16, 2011**

**TO:** Honorable Mike Jackson, Chair, Senate Committee on Economic Development

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

**IN RE: HB1033** by Craddick (Relating to the authority of certain counties to impose a county hotel occupancy tax.), **As Engrossed**

<b>No fiscal implication to the State is anticipated.</b>
---

The bill would amend Chapter 352 of the Tax Code, regarding the county hotel occupancy tax.

The bill would allow the commissioners court of a county with a population less than 8,000, and that is bordered by the Pecos River and by a county with a population greater than 120,000, to impose a hotel occupancy tax. The county hotel occupancy tax would not apply to a hotel located in a municipality that imposes a tax under Chapter 351 of the Tax Code.

The bill would take effect immediately upon enactment, assuming that it received the requisite two-thirds majority votes in both houses of the Legislature. Otherwise, it would take effect September 1, 2011.

**Local Government Impact**

The bill would authorize Crane County to impose a county hotel occupancy tax at a rate not to exceed 7 percent. The bill would restrict Crane County from imposing its tax in a municipality where a municipality imposes a tax authorized by Chapter 351 regarding the municipal hotel occupancy tax. Based on the provisions in the bill there would be an indeterminate revenue gain to Crane County.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** JOB, KK, SD, AG