

AN ACT

relating to the allocation of revenue from the municipal hotel occupancy tax by certain municipalities.

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

SECTION 1. Section 351.1077, Tax Code, is amended by amending Subsection (f) and adding Subsection (g) to read as follows:

(f) A municipality that spends more than 15 percent of the hotel occupancy tax revenue collected by the municipality in a fiscal year for a purpose described by Section 351.101(a)(4) may not in that fiscal year reduce the percentage of hotel occupancy tax revenue that the municipality spends for a purpose described by Section 351.101(a)(3) to a percentage that is less than the percentage of hotel occupancy tax revenue spent by the municipality for that purpose during the municipality's 2011-2012 fiscal year.

(g) This section expires September 1, 2026 [~~2022~~].

SECTION 2. The change in law made by this Act to Section 351.1077(f), Tax Code, applies only to a municipal fiscal year that begins on or after the effective date of this Act.

SECTION 3. This Act takes effect September 1, 2013.

President of the Senate

Speaker of the House

I certify that H.B. No. 3643 was passed by the House on May 10, 2013, by the following vote: Yeas 114, Nays 29, 2 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 3643 was passed by the Senate on May 21, 2013, by the following vote: Yeas 30, Nays 1.

Secretary of the Senate

APPROVED: _____

Date

Governor