By: Uresti S.B. No. 551

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the use of municipal hotel occupancy tax revenue to
- 3 enhance and upgrade sports facilities in certain municipalities.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 351.101(a), Tax Code, is amended to read
- 6 as follows:
- 7 (a) Revenue from the municipal hotel occupancy tax may be
- 8 used only to promote tourism and the convention and hotel industry,
- 9 and that use is limited to the following:
- 10 (1) the acquisition of sites for and the construction,
- 11 improvement, enlarging, equipping, repairing, operation, and
- 12 maintenance of convention center facilities or visitor information
- 13 centers, or both;
- 14 (2) the furnishing of facilities, personnel, and
- 15 materials for the registration of convention delegates or
- 16 registrants;
- 17 (3) advertising and conducting solicitations and
- 18 promotional programs to attract tourists and convention delegates
- 19 or registrants to the municipality or its vicinity;
- 20 (4) the encouragement, promotion, improvement, and
- 21 application of the arts, including instrumental and vocal music,
- 22 dance, drama, folk art, creative writing, architecture, design and
- 23 allied fields, painting, sculpture, photography, graphic and craft
- 24 arts, motion pictures, radio, television, tape and sound recording,

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- 1 and other arts related to the presentation, performance, execution,
- 2 and exhibition of these major art forms;
- 3 (5) historical restoration and preservation projects
- 4 or activities or advertising and conducting solicitations and
- 5 promotional programs to encourage tourists and convention
- 6 delegates to visit preserved historic sites or museums:
- 7 (A) at or in the immediate vicinity of convention
- 8 center facilities or visitor information centers; or
- 9 (B) located elsewhere in the municipality or its
- 10 vicinity that would be frequented by tourists and convention
- 11 delegates;
- 12 (6) for a municipality located in a county with a
- 13 population of one million or less, expenses, including promotion
- 14 expenses, directly related to a sporting event in which the
- 15 majority of participants are tourists who substantially increase
- 16 economic activity at hotels and motels within the municipality or
- 17 its vicinity;
- 18 (7) subject to Section 351.1076, the promotion of
- 19 tourism by the enhancement and upgrading of existing sports
- 20 facilities or fields, including facilities or fields for baseball,
- 21 softball, soccer, and flag football, if:
- 22 (A) the municipality owns the facilities or
- 23 fields;
- 24 (B) the municipality:
- (i) has a population of 80,000 or more and
- 26 is located in a county that has a population of 350,000 or less;
- (ii) has a population of at least 75,000 but

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- 1 not more than 95,000 and is located in a county that has a
- 2 population of less than 200,000 but more than 160,000;
- 3 (iii) has a population of at least 36,000
- 4 but not more than 39,000 and is located in a county that has a
- 5 population of 100,000 or less that is not adjacent to a county with
- 6 a population of more than two million;
- 7 (iv) has a population of at least 13,000 but
- 8 less than 39,000 and is located in a county that has a population of
- 9 at least 200,000;
- 10 (v) has a population of at least 70,000 but
- 11 less than 90,000 and no part of which is located in a county with a
- 12 population greater than 150,000;
- 13 (vi) is located in a county that:
- 14 (a) is adjacent to the Texas-Mexico
- 15 border;
- 16 (b) has a population of at least
- 17 500,000; and
- 18 (c) does not have a municipality with
- 19 a population greater than 500,000; [or]
- 20 (vii) has a population of at least 25,000
- 21 but not more than [that] 26,000 and is located in a county that has a
- 22 population of 90,000 or less; or
- (viii) has a population of at least 7,500
- 24 and is located in a county that borders the Pecos River and that has
- 25 a population of not more than 15,000; and
- 26 (C) the sports facilities and fields have been
- 27 used, in the preceding calendar year, a combined total of more than

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- 1 10 times for district, state, regional, or national sports
- 2 tournaments;
- 3 (8) for a municipality with a population of at least
- 4 70,000 but less than 90,000, no part of which is located in a county
- 5 with a population greater than 150,000, the construction,
- 6 improvement, enlarging, equipping, repairing, operation, and
- 7 maintenance of a coliseum or multiuse facility;
- 8 (9) signage directing the public to sights and
- 9 attractions that are visited frequently by hotel guests in the
- 10 municipality;
- 11 (10) the construction of a recreational venue in the
- 12 immediate vicinity of area hotels, if:
- 13 (A) the municipality:
- 14 (i) is a general-law municipality;
- 15 (ii) has a population of not more than 900;
- 16 and
- 17 (iii) does not impose an ad valorem tax;
- 18 (B) not more than \$100,000 of municipal hotel
- 19 occupancy tax revenue is used for the construction of the
- 20 recreational venue;
- (C) a majority of the hotels in the municipality
- 22 request the municipality to construct the recreational venue;
- (D) the recreational venue will be used primarily
- 24 by hotel guests; and
- 25 (E) the municipality will pay for maintenance of
- 26 the recreational venue from the municipality's general fund;
- 27 (11) the construction, improvement, enlarging,

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- 1 equipping, repairing, operation, and maintenance of a coliseum or
- 2 multiuse facility, if the municipality:
- 3 (A) has a population of at least 90,000 but less
- 4 than 120,000; and
- 5 (B) is located in two counties, at least one of
- 6 which contains the headwaters of the San Gabriel River; and
- 7 (12) for a municipality with a population of more than
- 8 175,000 but less than 225,000 that is located in two counties, each
- 9 of which has a population of less than 200,000, the construction,
- 10 improvement, enlarging, equipping, repairing, operation, and
- 11 maintenance of a coliseum or multiuse facility and related
- 12 infrastructure or a venue, as defined by Section 334.001(4), Local
- 13 Government Code, that is related to the promotion of tourism.
- 14 SECTION 2. This Act takes effect immediately if it receives
- 15 a vote of two-thirds of all the members elected to each house, as
- 16 provided by Section 39, Article III, Texas Constitution. If this
- 17 Act does not receive the vote necessary for immediate effect, this
- 18 Act takes effect September 1, 2013.