

1-1 By: Zaffirini S.B. No. 1703
 1-2 (In the Senate - Filed March 8, 2013; March 25, 2013, read
 1-3 first time and referred to Committee on Economic Development;
 1-4 April 15, 2013, reported adversely, with favorable Committee
 1-5 Substitute by the following vote: Yeas 5, Nays 0; April 15, 2013,
 1-6 sent to printer.)

1-7 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-8 Deuell	X			
1-9 Hancock			X	
1-10 Birdwell	X			
1-11 Davis	X			
1-12 Eltife	X			
1-13 Fraser			X	
1-14 Watson	X			

1-16 COMMITTEE SUBSTITUTE FOR S.B. No. 1703 By: Davis

1-17 A BILL TO BE ENTITLED
 1-18 AN ACT

1-19 relating to the use of hotel occupancy tax revenue in certain
 1-20 municipalities and counties.

1-21 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-22 SECTION 1. Subchapter B, Chapter 351, Tax Code, is amended
 1-23 by adding Section 351.1067 to read as follows:

1-24 Sec. 351.1067. ALLOCATION OF REVENUE: CERTAIN
 1-25 MUNICIPALITIES IN COUNTIES THROUGH WHICH ARANSAS RIVER FLOWS.

1-26 (a) This section applies only to a municipality located in a
 1-27 county with a population of less than 50,000 through which the
 1-28 Aransas River flows and that has a municipality with a population of
 1-29 more than 10,000.

1-30 (b) Notwithstanding any other provision of this chapter and
 1-31 except as provided by Subsection (c), a municipality to which this
 1-32 section applies may use not more than 50 percent of the revenue
 1-33 derived from the municipal hotel occupancy tax to:

1-34 (1) pay for critical water utility infrastructure
 1-35 repairs and improvements needed to address a severe drought that
 1-36 affects hotel activity in the municipality; and

1-37 (2) pledge for the payment of and pay debt incurred for
 1-38 a purpose described by Subdivision (1).

1-39 (c) A municipality to which this section applies may not, as
 1-40 a result of spending under Subsection (b), reduce the amount of
 1-41 municipal hotel occupancy tax revenue that the municipality spends
 1-42 annually on advertising and promotion of the municipality to an
 1-43 amount that is less than the average amount the municipality spent
 1-44 for that purpose each year from 2010 to 2012.

1-45 (d) This section expires September 1, 2025.

1-46 SECTION 2. Subchapter B, Chapter 352, Tax Code, is amended
 1-47 by adding Section 352.1041 to read as follows:

1-48 Sec. 352.1041. USE OF REVENUE: CERTAIN COUNTIES THROUGH
 1-49 WHICH ARANSAS RIVER FLOWS. Notwithstanding any other provision of

1-50 this chapter, a county with a population of less than 50,000 through
 1-51 which the Aransas River flows and that has a municipality with a
 1-52 population of more than 10,000 and is authorized to impose a tax
 1-53 under this chapter may use not more than 20 percent of the revenue
 1-54 from a tax imposed under this chapter for projects to repair
 1-55 transportation infrastructure damage that is directly attributable
 1-56 to hotel activity in the county.

1-57 SECTION 3. This Act takes effect immediately if it receives
 1-58 a vote of two-thirds of all the members elected to each house, as
 1-59 provided by Section 39, Article III, Texas Constitution. If this
 1-60 Act does not receive the vote necessary for immediate effect, this

2-1 Act takes effect September 1, 2013.

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