By: Smith H.B. No. 3402

Substitute the following for H.B. No. 3402:

By: Button C.S.H.B. No. 3402

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to the authority of a venue district to act as an endorsing

3 municipality or endorsing county for purposes of games or event

- 4 trust funds; authorizing a fee.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Subchapter E, Chapter 335, Local Government
- 7 Code, is amended by adding Section 335.078 to read as follows:
- 8 Sec. 335.078. VENUE DISTRICT AS ENDORSING MUNICIPALITY OR
- 9 COUNTY. (a) A venue district located in a county with a population
- 10 of 3.3 million or more may act as an endorsing municipality or
- 11 endorsing county under Chapter 1507, Acts of the 76th Legislature,
- 12 Regular Session, 1999 (Article 5190.14, Vernon's Texas Civil
- 13 <u>Statutes</u>).
- 14 (b) A venue district acting as an endorsing municipality or
- 15 endorsing county under Chapter 1507, Acts of the 76th Legislature,
- 16 Regular Session, 1999 (Article 5190.14, Vernon's Texas Civil
- 17 Statutes), shall remit for deposit into the trust fund established
- 18 for the games or event the amounts determined by the comptroller
- 19 under that chapter. The comptroller shall determine the
- 20 <u>incremental increase in receipts attributable to the games or event</u>
- 21 and related activities under that chapter based on the amount of
- 22 applicable taxes imposed by each municipality or county that
- 23 comprises the venue district and not on the amount of taxes imposed
- 24 by the venue district.

- 1 (c) A venue district acting as an endorsing municipality or endorsing county under Chapter 1507, Acts of the 76th Legislature, 2 Regular Session, 1999 (Article 5190.14, Vernon's Texas Civil 3 Statutes), may guarantee the district's obligations under a games 4 5 or event support contract by pledging surcharges from user fees, including parking or ticket fees, charged in connection with the 6 7 games or event and related activities. (d) Subject to Subsection (b), a venue district acting as an 8 endorsing municipality or endorsing county under Chapter 1507, Acts 9
- of the 76th Legislature, Regular Session, 1999 (Article 5190.14,
  Vernon's Texas Civil Statutes), as authorized by this section, has
  all the powers of an endorsing municipality or endorsing county
  under that chapter, and any action an endorsing municipality or
  endorsing county is required to take by ordinance or order under
  that chapter may be taken by order or resolution of the venue
  district.
- SECTION 2. 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, 2015.