

By: Schaefer

H.B. No. 3883

Substitute the following for H.B. No. 3883:

By: Button

C.S.H.B. No. 3883

A BILL TO BE ENTITLED

1 AN ACT
2 relating to the authority of certain municipalities to pledge
3 revenue for the payment of certain obligations related to hotel
4 projects.

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

6 SECTION 1. Section 351.102, Tax Code, is amended by
7 amending Subsection (b) and adding Subsection (b-2) to read as
8 follows:

9 (b) An eligible central municipality, ~~[or]~~ a municipality
10 with a population of 173,000 or more that is located within two or
11 more counties, or a municipality with a population of 96,000 or more
12 that is located in a county that borders Lake Palestine may pledge
13 the revenue derived from the tax imposed under this chapter from a
14 hotel project that is owned by or located on land owned by the
15 municipality or, in an eligible central municipality, by a
16 nonprofit corporation acting on behalf of an eligible central
17 municipality, and that is located within 1,000 feet of a convention
18 center facility owned by the municipality for the payment of bonds
19 or other obligations issued or incurred to acquire, lease,
20 construct, and equip the hotel and any facilities ancillary to the
21 hotel, including convention center entertainment-related
22 facilities, open public spaces used for connectivity, plazas,
23 restaurants, shops, street and water and sewer infrastructure, and
24 parking facilities within 1,000 feet of the hotel or convention

1 center facility. For bonds or other obligations issued under this
2 subsection, an eligible central municipality or a municipality
3 described by this subsection [~~with a population of 173,000 or more~~
4 ~~that is located within two counties~~] may only pledge revenue or
5 other assets of the hotel project benefiting from those bonds or
6 other obligations.

7 (b-2) A municipality with a population of 96,000 or more
8 that is located in a county that borders Lake Palestine may not
9 pledge revenue under Subsection (b) or funds under Subsection (c)
10 for the payment of bonds or other obligations issued under this
11 section except for a hotel and facilities ancillary to the hotel
12 that are owned by the municipality and located on property that the
13 municipality owns or acquires with the proceeds from the bonds or
14 obligations for which the revenue or funds are pledged.

15 SECTION 2. This Act takes effect immediately if it receives
16 a vote of two-thirds of all the members elected to each house, as
17 provided by Section 39, Article III, Texas Constitution. If this
18 Act does not receive the vote necessary for immediate effect, this
19 Act takes effect September 1, 2015.