

By: Dale

H.B. No. 3045

A BILL TO BE ENTITLED

AN ACT

1
2 relating to an election to reduce or increase the sales and use tax
3 rate imposed by a municipality for the benefit of a Type B
4 development corporation.

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

6 SECTION 1. Subchapter F, Chapter 505, Local Government
7 Code, is amended by adding Section 505.2566 to read as follows:

8 Sec. 505.2566. ELECTION TO REDUCE OR INCREASE TAX RATE. (a)
9 An authorizing municipality that has imposed a sales and use tax
10 under this chapter may, in the same manner and by the same procedure
11 as the municipality imposed the tax, reduce or increase the tax rate
12 by a majority of the voters of the municipality voting at an
13 election held for that purpose.

14 (b) On petition of 10 percent or more of the registered
15 voters of the authorizing municipality requesting an election to
16 reduce or increase the tax rate under this chapter, the governing
17 body of the municipality shall order an election on the issue.

18 (c) The tax rate may be reduced or increased to any rate that
19 is an increment of one-eighth of one percent, that the authorizing
20 municipality determines is appropriate, and that would not result
21 in a combined rate that exceeds the maximum combined rate
22 prescribed by Section 505.256(a).

23 SECTION 2. This Act takes effect immediately if it receives
24 a vote of two-thirds of all the members elected to each house, as

H.B. No. 3045

1 provided by Section 39, Article III, Texas Constitution. If this
2 Act does not receive the vote necessary for immediate effect, this
3 Act takes effect September 1, 2017.