By: Price, et al. (Senate Sponsor - Nelson) H.B. No. 1136 (In the Senate - Received from the House April 11, 2019; April 15, 2019, read first time and referred to Committee on Intergovernmental Relations; May 13, 2019, reported favorably by the following vote: Yeas 6, Nays 0; May 13, 2019, sent to printer.) 1-1 1-2 1-3 1-4 1-5

1-6

COMMITTEE VOTE

1-7		Yea	Nay	Absent	PNV
1-8	Lucio	Х			
1-9	Schwertner	Х			
1-10	Alvarado	Х			
1-11	Campbell			Х	
1-12	Fallon	Х			
1-13	Menéndez	Х			
1-14	Nichols	Х			

1-15 1-16

1-20

1-21

1-29

A BILL TO BE ENTITLED AN ACT

1**-**17 1**-**18 relating to territory included in a common characteristic or use project in a public improvement district established by a 1-19 municipality.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. The heading to Section 372.0035, Local

1-22 1-23 Government Code, is amended to read as follows: Sec. 372.0035. COMMON CHARACTERISTIC OR USE FOR PROJECTS IN [CERTAIN] MUNICIPALITIES. 1-24

1-25 SECTION 2. Section 372.0035, Local Government Code, is amended by amending Subsection (a) and adding Subsection (e) to 1-26 1-27 read as follows: 1-28

This section applies only to [+ (a)

[(1)]a municipality that:

[(A) has a population of more than 650,000 and 1-30 million; or 1-31 less than two

1-32 [(B) has a population of more than 325,000 and 1-33 less than 625,000; and

1-34 [(2)] a public improvement district established by a 1-35 municipality under this subchapter and solely composed of territory 1-36 in which the only businesses are one or more [+

[(A)] hotels [with 100 or more rooms ordinarily 1-37 used for sleeping, if the district is established by a municipality 1-38 described by Subdivision (1)(A); or 1-39

[(B) hotels with 75 or more rooms ordinarily used 1-40 if the district is established by a municipality 1-41 for sleeping, described by Subdivision (1)(B)]. 1-42

(e) A district created after September 1, 2019, may undertake a project under this section only for advertising, 1-43 1 - 44promotion, or business recruitment, as authorized by Section 1-45 372.003(b)(13), directly related to hotels. SECTION 3. Section 372.005(b-1), Lo 1-46

Section 372.005(b-1), Local Government Code, is 1-47 amended to read as follows: 1-48

1-49 (b-1) Notwithstanding Subsection (b), a petition for the establishment of a public improvement district described by Section $\frac{372.0035(a)}{(372.0035(a)(2))}$ is sufficient only if signed by record owners of taxable real property liable for assessment under the proposal who constitute: 1-50 1-51 1-52 1-53

1-54 (1) more than 60 percent of the appraised value of 1-55 taxable real property liable for assessment under the proposal, as 1-56 determined by the current roll of the appraisal district in which the property is located; and 1-57 1-58

(2) more than 60 percent of:

(A) all record owners of taxable real property 1-59 1-60 that are liable for assessment under the proposal; or 1-61

(B) the area of all taxable real property that is

H.B. No. 1136

2-1 liable for assessment under the proposal. SECTION 4. Subchapter A, Chapter 372, Local Government Code, is amended by adding Section 372.0121 to read as follows: 2-2 2-3

Sec. 372.0121. INCLUSION OF AREA IN COMMON CHARACTERISTIC PUBLIC IMPROVEMENT DISTRICT. Notwithstanding Section 372.012 or any other requirement in this chapter, the governing body of a municipality may include property in a public improvement district 2-4 2-5 2-6 2-7 described by Section 372.0035 if: 2-8 2-9

(1) the property is a hotel; and (2) the property could have been included in the district without violating Section 372.005(b-1) when the district 2**-**10 2**-**11 was created regardless of whether the record owners of the property 2-12 2-13 signed the original petition.

SECTION 5. This Act takes effect immediately if it receives 2-14 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 2**-**15 2**-**16 2-17 Act takes effect September 1, 2019. 2-18

2-19

* * * * *