A BILL TO BE ENTITLED

1   AN ACT

2   relating to the imposition and rate of the county hotel occupancy

3   tax in certain counties; authorizing the imposition of a tax.

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

5   SECTION 1.   Section 352.002, Tax Code, is amended by adding

6   Subsection (z) to read as follows:

7   (z)   The commissioners court of a county with a population of

8   not more than 50,000 and in which an annual peanut festival is held

9   may impose a tax as provided by Subsection (a).

10   SECTION 2.   Section 352.003, Tax Code, is amended by adding

11   Subsection (w) to read as follows:

12   (w)   The tax rate in a county authorized to impose the tax

13   under Section 352.002(z) may not exceed seven percent of the price

14   paid for a room in a hotel, except that the tax rate may not exceed

15   two percent of the price paid for a room in a hotel if the hotel is

16   located in:

17   (1)   a municipality that imposes a tax under Chapter

18   351 applicable to the hotel; or

19   (2)   the   extraterritorial   jurisdiction   of   a

20   municipality that imposes a tax under Section 351.0025 applicable

21   to the hotel.

22   SECTION 3.   This Act takes effect immediately if it receives

23   a vote of two-thirds of all the members elected to each house, as

24   provided by Section 39, Article III, Texas Constitution.   If this

1 Act does not receive the vote necessary for immediate effect, this

2 Act takes effect September 1, 2019.