By: Biedermann H.B. No. 3036

## A BILL TO BE ENTITLED

1	AN ACT	

- 2 relating to the authority of certain municipalities to pledge
- 3 certain tax revenue for the payment of 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 (e) and adding Subsection (f-1) to read as
- 8 follows:
- 9 (e) In addition to the municipalities described by
- 10 Subsection (b), that subsection also applies to:
- 11 (1) a municipality with a population of at least
- 12 110,000 but not more than 135,000 at least part of which is located
- in a county with a population of not more than 135,000;
- 14 (2) a municipality with a population of at least 9,000
- 15 but not more than 10,000 that is located in two counties, each of
- 16 which has a population of at least 662,000 and a southern border
- 17 with a county with a population of 2.3 million or more;
- 18 (3) a municipality with a population of at least
- 19 200,000 but not more than 300,000 that contains a component
- 20 institution of the Texas Tech University System;
- 21 (4) a municipality with a population of at least
- 22 95,000 that borders Lake Lewisville;
- 23 (5) a municipality that:
- 24 (A) contains a portion of Cedar Hill State Park;

H.B. No. 3036

- 1 (B) has a population of more than 45,000;
- 2 (C) is located in two counties, one of which has a
- 3 population of more than two million and one of which has a
- 4 population of more than 149,000; and
- 5 (D) has adopted a capital improvement plan for
- 6 the construction or expansion of a convention center facility;
- 7 (6) a municipality with a population of less than
- 8 6,000 that:
- 9 (A) is located in two counties each with a
- 10 population of 600,000 or more that are both adjacent to a county
- 11 with a population of two million or more;
- 12 (B) has full-time police and fire departments;
- 13 and
- 14 (C) has adopted a capital improvement plan for
- 15 the construction or expansion of a convention center facility;
- 16 (7) a municipality with a population of at least
- 17 56,000 that:
- 18 (A) borders Lake Ray Hubbard; and
- 19 (B) is located in two counties, one of which has a
- 20 population of less than 80,000;
- 21 (8) a municipality with a population of more than
- 22 83,000, that borders Clear Lake, and that is primarily located in a
- 23 county with a population of less than 300,000;
- 24 (9) a municipality with a population of less than
- 25 2,000 that:
- 26 (A) is located adjacent to a bay connected to the
- 27 Gulf of Mexico;

- 1 (B) is located in a county with a population of
- 2 290,000 or more that is adjacent to a county with a population of
- 3 four million or more; and
- 4 (C) has a boardwalk on the bay;
- 5 (10) a municipality with a population of 75,000 or
- 6 more that:
- 7 (A) is located wholly in one county with a
- 8 population of 575,000 or more that is adjacent to a county with a
- 9 population of four million or more; and
- 10 (B) has adopted a capital improvement plan for
- 11 the construction or expansion of a convention center facility;
- 12 (11) a municipality with a population of less than
- 13 75,000 that is located in three counties, at least one of which has
- 14 a population of at least four million; [and]
- 15 (12) an eligible coastal municipality with a
- 16 population of more than 3,000 but less than 5,000; and
- 17 (13) a municipality that is the county seat of a
- 18 county:
- 19 (A) through which the Pedernales River flows; and
- 20 (B) in which the birthplace of a president of the
- 21 United States is located.
- 22 (f-1) Notwithstanding Subsection (b), a municipality
- 23 <u>described</u> by Subsection (e)(13) may also pledge revenue derived
- 24 from the tax imposed under this chapter from a hotel project that is
- 25 not owned by the municipality or located on land owned by the
- 26 municipality. In addition, the municipality is entitled to receive
- 27 in relation to the hotel project all funds from a project described

H.B. No. 3036

- 1 by Subsection (b) that an owner of a project may receive under
- 2 Section 151.429(h) of this code or Section 2303.5055, Government
- 3 <u>Code</u>.
- 4 SECTION 2. This Act takes effect immediately if it receives
- 5 a vote of two-thirds of all the members elected to each house, as
- 6 provided by Section 39, Article III, Texas Constitution. If this
- 7 Act does not receive the vote necessary for immediate effect, this
- 8 Act takes effect September 1, 2019.