By: Bell of Montgomery

H.B. No. 3497

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the authority of certain municipalities to pledge certain tax revenue for the payment of obligations related to hotel 3 4 projects. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Sections 351.102(e) and (g), Tax Code, 6 are amended to read as follows: 7 8 (e) In addition to the municipalities described by 9 Subsection (b), that subsection also applies to: (1) a municipality with a population of at least 10 110,000 but not more than 135,000 at least part of which is located 11 12 in a county with a population of not more than 135,000; 13 (2) a municipality with a population of at least 9,000 14 but not more than 10,000 that is located in two counties, each of which has a population of at least 662,000 and a southern border 15 16 with a county with a population of 2.3 million or more; (3) a municipality with a population of at least 17 200,000 but not more than 300,000 that contains a component 18 institution of the Texas Tech University System; 19 (4) a municipality with a population of at 20 least 21 95,000 that borders Lake Lewisville; (5) 22 a municipality that: 23 (A) contains a portion of Cedar Hill State Park; 24 (B) has a population of more than 45,000;

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H.B. No. 3497 1 (C) is located in two counties, one of which has a population of more than two million and one of which has a 2 population of more than 149,000; and 3 4 (D) has adopted a capital improvement plan for 5 the construction or expansion of a convention center facility; 6 (6) a municipality with a population of less than 7 6,000 that: is located in two counties each with a 8 (A) population of 600,000 or more that are both adjacent to a county 9 with a population of two million or more; 10 has full-time police and fire departments; 11 (B) 12 and (C) has adopted a capital improvement plan for 13 14 the construction or expansion of a convention center facility; 15 (7) a municipality with a population of at least 56,000 that: 16 17 (A) borders Lake Ray Hubbard; and is located in two counties, one of which has a (B) 18 population of less than 80,000; 19 20 a municipality with a population of more than (8) 83,000, that borders Clear Lake, and that is primarily located in a 21 county with a population of less than 300,000; 22 (9) a municipality with a population of less than 23 24 2,000 that: 25 (A) is located adjacent to a bay connected to the 26 Gulf of Mexico; 27 (B) is located in a county with a population of

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1 290,000 or more that is adjacent to a county with a population of four million or more; and 2 (C) 3 has a boardwalk on the bay; 4 (10)a municipality with a population of 75,000 or 5 more that: is located wholly in one county with a 6 (A) population of 575,000 or more that is adjacent to a county with a 7 8 population of four million or more; and 9 has adopted a capital improvement plan for (B) 10 the construction or expansion of a convention center facility; (11) a municipality with a population of less than 11 12 75,000 that is located in three counties, at least one of which has a population of at least four million; [and] 13 14 (12) an eligible coastal municipality with а 15 population of more than 3,000 but less than 5,000; and 16 (13) a municipality with a population of more than 17 50,000 that is the county seat of a county that contains a portion of the Sam Houston National Forest. 18 A municipality to which this section applies may not 19 (q) receive or pledge revenue or funds under Subsection (b) or (c) for a 20

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21 hotel project unless the municipality enters into an agreement with 22 a person for the development of the hotel project before September 23 1, <u>2021</u> [2019].

SECTION 2. This Act takes effect immediately if it receives 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

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1 Act takes effect September 1, 2019.