

1-1 By: Leach (Senate Sponsor - Kolthorst) H.B. No. 4174
 1-2 (In the Senate - Received from the House April 29, 2019;
 1-3 April 30, 2019, read first time and referred to Committee on
 1-4 Natural Resources & Economic Development; May 9, 2019, reported
 1-5 favorably by the following vote: Yeas 11, Nays 0; May 9, 2019, sent
 1-6 to printer.)

1-7 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-8				
1-9	X			
1-10	X			
1-11	X			
1-12	X			
1-13	X			
1-14	X			
1-15	X			
1-16	X			
1-17	X			
1-18	X			
1-19	X			

1-20 A BILL TO BE ENTITLED
 1-21 AN ACT

1-22 relating to the nonsubstantive revision of the event reimbursement
 1-23 programs, including the Pan American Games trust fund, Olympic
 1-24 Games trust fund, Major Events reimbursement program fund, Motor
 1-25 Sports Racing trust fund, and Events trust fund; including
 1-26 conforming amendments.

1-27 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-28 ARTICLE 1. NONSUBSTANTIVE REVISION OF THE EVENT REIMBURSEMENT
 1-29 PROGRAMS

1-30 SECTION 1.01. Title 4, Government Code, is amended by
 1-31 adding Subtitle E-1 to read as follows:

1-32 SUBTITLE E-1. EVENT REIMBURSEMENT PROGRAMS

1-33 CHAPTER 475. GENERAL PROVISIONS

1-34 CHAPTER 476. PAN AMERICAN GAMES TRUST FUND

1-35 CHAPTER 477. OLYMPIC GAMES TRUST FUND

1-36 CHAPTER 478. MAJOR EVENTS REIMBURSEMENT PROGRAM

1-37 CHAPTER 479. MOTOR SPORTS RACING TRUST FUND

1-38 CHAPTER 480. EVENTS TRUST FUND

1-39 SUBTITLE E-1. EVENT REIMBURSEMENT PROGRAMS

1-40 CHAPTER 475. GENERAL PROVISIONS

1-41 SUBCHAPTER A. GENERAL PROVISIONS

1-42 Sec. 475.0001. DEFINITIONS

1-43 Sec. 475.0002. PURPOSES OF SUBTITLE

1-44 Sec. 475.0003. LEGISLATIVE FINDINGS

1-45 Sec. 475.0004. RULES

1-46 SUBCHAPTER B. ACTIONS OF OFFICE AND STATE AGENCIES IN RELATION TO
 1-47 GAMES

1-48 Sec. 475.0051. APPLICABILITY OF SUBCHAPTER

1-49 Sec. 475.0052. REQUEST FOR OFFICE TO ENTER INTO GAMES

1-50 SUPPORT CONTRACT

1-51 Sec. 475.0053. TIME FOR DETERMINATION

1-52 Sec. 475.0054. PREREQUISITE FOR EXECUTION OF GAMES

1-53 SUPPORT CONTRACT

1-54 Sec. 475.0055. JOINDER UNDERTAKING TERMS

1-55 Sec. 475.0056. JOINDER AGREEMENT TERMS

1-56 Sec. 475.0057. ADDITIONAL TERMS OF GAMES SUPPORT

1-57 CONTRACT

1-58 Sec. 475.0058. REPAYMENT AGREEMENT REQUIRED

1-59 Sec. 475.0059. STATE AS ADDITIONAL INSURED

1-60 Sec. 475.0060. SUPPORT BY CERTAIN STATE AGENCIES

2-1 SUBCHAPTER C. LOCAL ORGANIZING COMMITTEES
 2-2 Sec. 475.0101. APPLICABILITY OF OPEN MEETINGS AND OPEN
 2-3 RECORDS LAWS
 2-4 Sec. 475.0102. TAX EXEMPTIONS FOR CERTAIN COMMITTEES
 2-5 Sec. 475.0103. ETHICS REQUIREMENTS RELATING TO CERTAIN
 2-6 COMMITTEES; FINANCIAL DISCLOSURES
 2-7 SUBCHAPTER D. LOCAL GOVERNMENT CORPORATION IN CERTAIN POPULOUS
 2-8 COUNTIES AS ENDORSING MUNICIPALITY OR COUNTY
 2-9 Sec. 475.0151. APPLICABILITY
 2-10 Sec. 475.0152. AUTHORITY TO ACT AS ENDORSING
 2-11 MUNICIPALITY OR COUNTY
 2-12 Sec. 475.0153. DEPOSIT OF MUNICIPAL OR COUNTY TAX REVENUE
 2-13 TO TRUST FUND
 2-14 Sec. 475.0154. PLEDGE OF SURCHARGES TO GUARANTEE
 2-15 OBLIGATIONS
 2-16 SUBCHAPTER E. CRIMINAL PENALTIES
 2-17 Sec. 475.0201. OFFENSE OF BRIBERY
 2-18 CHAPTER 475. GENERAL PROVISIONS
 2-19 SUBCHAPTER A. GENERAL PROVISIONS
 2-20 Sec. 475.0001. DEFINITIONS. In this subtitle:
 2-21 (1) "Endorsing county" means an endorsing county for
 2-22 purposes of Chapter 477, 478, 479, or 480.
 2-23 (2) "Endorsing municipality" means an endorsing
 2-24 municipality for purposes of Chapter 476, 477, 478, 479, or 480.
 2-25 (3) "Event" means a game or an event as defined by
 2-26 Chapter 478, 479, or 480.
 2-27 (4) "Games" means any of the following and includes
 2-28 the events and activities related to the following:
 2-29 (A) the College Football Playoff games;
 2-30 (B) the Major League Baseball All-Star Game;
 2-31 (C) the National Basketball Association All-Star
 2-32 Game;
 2-33 (D) the National Collegiate Athletic Association
 2-34 Final Four;
 2-35 (E) the National Hockey League All-Star Game;
 2-36 (F) the Olympic Games;
 2-37 (G) the Pan American Games;
 2-38 (H) the Super Bowl;
 2-39 (I) the World Cup Soccer Games; or
 2-40 (J) the World Games.
 2-41 (5) "Games support contract" means a joinder
 2-42 undertaking, a joinder agreement, or a similar contract executed by
 2-43 the office and containing terms permitted or required by this
 2-44 subtitle.
 2-45 (6) "Joinder agreement" means an agreement:
 2-46 (A) entered into by the office on behalf of this
 2-47 state and a site selection organization setting out representations
 2-48 and assurances by this state in connection with the selection of a
 2-49 site in this state for a game or event; or
 2-50 (B) entered into by a local organizing committee,
 2-51 an endorsing municipality, or an endorsing county, or more than one
 2-52 local organizing committee, endorsing municipality, or endorsing
 2-53 county acting collectively, and a site selection organization
 2-54 setting out representations and assurances by each local organizing
 2-55 committee, endorsing municipality, or endorsing county in
 2-56 connection with the selection of a site in this state for a game or
 2-57 event.
 2-58 (7) "Joinder undertaking" means an agreement:
 2-59 (A) entered into by the office on behalf of this
 2-60 state and a site selection organization that this state will
 2-61 execute a joinder agreement if the site selection organization
 2-62 selects a site in this state for a game or event; or
 2-63 (B) entered into by a local organizing committee,
 2-64 an endorsing municipality, or an endorsing county, or more than one
 2-65 local organizing committee, endorsing municipality, or endorsing
 2-66 county acting collectively, and a site selection organization that
 2-67 each local organizing committee, endorsing municipality, or
 2-68 endorsing county will execute a joinder agreement if the site
 2-69 selection organization selects a site in this state for a game or

3-1 event.

3-2 (8) "Local organizing committee" means a nonprofit
3-3 corporation or the corporation's successor in interest that:

3-4 (A) is authorized by an endorsing municipality,
3-5 endorsing county, or more than one endorsing municipality or county
3-6 acting collectively to pursue an application and bid on the
3-7 applicant's behalf to a site selection organization for selection
3-8 as the site of a game or event; or

3-9 (B) with authorization from an endorsing
3-10 municipality, endorsing county, or more than one endorsing
3-11 municipality or county acting collectively, executes an agreement
3-12 with a site selection organization regarding a bid to host a game or
3-13 event.

3-14 (9) "Office" means the Texas Economic Development and
3-15 Tourism Office within the office of the governor.

3-16 (10) "Site selection organization" means a site
3-17 selection organization as defined by Chapters 477, 478, and 480.
3-18 (V.A.C.S. Art. 5190.14, Secs. 1(1), (1-a), (2), (2-a), (3) as
3-19 amended Acts 78th Leg., R.S., Ch. 814, (4), (5), (6), (7), (8).)

3-20 Sec. 475.0002. PURPOSES OF SUBTITLE. The purposes of this
3-21 subtitle are to:

3-22 (1) provide assurances required by a site selection
3-23 organization sponsoring a game or event; and

3-24 (2) provide financing for the costs of:

3-25 (A) applying or bidding for selection as the site
3-26 of a game or event in this state;

3-27 (B) making preparations necessary and desirable
3-28 for conducting a game or event in this state, including costs of the
3-29 construction or renovation of facilities to the extent authorized
3-30 by this subtitle; and

3-31 (C) conducting a game or event in this state.
3-32 (V.A.C.S. Art. 5190.14, Sec. 2.)

3-33 Sec. 475.0003. LEGISLATIVE FINDINGS. Conducting one or
3-34 more games or events in this state will:

3-35 (1) provide invaluable public visibility throughout
3-36 the nation or world for this state and the communities where the
3-37 games or events are held;

3-38 (2) encourage and provide major economic benefits to
3-39 the communities where the games or events are held and to the entire
3-40 state; and

3-41 (3) provide opportunities for local and Texas
3-42 businesses to create jobs that pay a living wage. (V.A.C.S. Art.
3-43 5190.14, Sec. 3.)

3-44 Sec. 475.0004. RULES. The office of the governor shall
3-45 adopt rules consistent with this subtitle to ensure efficient
3-46 administration of the trust funds established under this subtitle,
3-47 including rules related to application and receipt requirements.
3-48 (V.A.C.S. Art. 5190.14, Sec. 3A.)

3-49 SUBCHAPTER B. ACTIONS OF OFFICE AND STATE AGENCIES IN RELATION TO
3-50 GAMES

3-51 Sec. 475.0051. APPLICABILITY OF SUBCHAPTER. This
3-52 subchapter does not apply to or otherwise affect an event support
3-53 contract under Chapter 478, 479, or 480 to which the office is not a
3-54 party. (V.A.C.S. Art. 5190.14, Sec. 7(a) (part).)

3-55 Sec. 475.0052. REQUEST FOR OFFICE TO ENTER INTO GAMES
3-56 SUPPORT CONTRACT. (a) The office shall review a request from a
3-57 local organizing committee, endorsing municipality, or endorsing
3-58 county that the office, on behalf of this state, enter into a games
3-59 support contract required by a site selection organization in
3-60 connection with the committee's, municipality's, or county's bid to
3-61 host any of the games.

3-62 (b) A request under Subsection (a) must be accompanied by:

3-63 (1) a general description and summary of the games for
3-64 which the local organizing committee, endorsing municipality, or
3-65 endorsing county is seeking a site selection;

3-66 (2) a preliminary and general description of the
3-67 proposal the local organizing committee, endorsing municipality,
3-68 or endorsing county intends to submit to a site selection
3-69 organization;

4-1 (3) the estimated cost of preparing and submitting the
4-2 intended proposal;
4-3 (4) the local organizing committee's, endorsing
4-4 municipality's, or endorsing county's intended method of obtaining
4-5 the money needed for preparing the proposal;
4-6 (5) a description by type and approximate amount of
4-7 the site selection application costs that the local organizing
4-8 committee, endorsing municipality, or endorsing county intends to
4-9 pay; and
4-10 (6) any other information reasonably requested by the
4-11 office to assist the office in reviewing the request. (V.A.C.S.
4-12 Art. 5190.14, Secs. 7(a) (part), (b).)
4-13 Sec. 475.0053. TIME FOR DETERMINATION. The office shall
4-14 approve or deny a request under Section 475.0052 not later than the
4-15 30th day after the date the local organizing committee, endorsing
4-16 municipality, or endorsing county submits the request. (V.A.C.S.
4-17 Art. 5190.14, Sec. 7(c).)
4-18 Sec. 475.0054. PREREQUISITE FOR EXECUTION OF GAMES SUPPORT
4-19 CONTRACT. The office may agree to execute a games support contract
4-20 only if:
4-21 (1) the office determines that:
4-22 (A) this state's assurances and obligations
4-23 under the contract are reasonable; and
4-24 (B) any financial commitment of this state will
4-25 be satisfied exclusively by recourse to the Pan American Games
4-26 trust fund or the Olympic Games trust fund, as applicable; and
4-27 (2) the endorsing municipality or endorsing county has
4-28 executed an agreement with a site selection organization that
4-29 contains substantially similar terms. (V.A.C.S. Art. 5190.14, Sec.
4-30 7(f).)
4-31 Sec. 475.0055. JOINDER UNDERTAKING TERMS. The office may
4-32 agree in a joinder undertaking entered into with a site selection
4-33 organization that the office will:
4-34 (1) execute a joinder agreement if the site selection
4-35 organization selects a site in this state for the games; and
4-36 (2) refrain from taking any action after execution of
4-37 the joinder undertaking that would impair the office's ability to
4-38 execute the joinder agreement. (V.A.C.S. Art. 5190.14, Sec. 7(d).)
4-39 Sec. 475.0056. JOINDER AGREEMENT TERMS. The office may
4-40 agree in a joinder agreement that this state will:
4-41 (1) provide or cause to be provided all of the
4-42 governmental funding, facilities, and other resources specified in
4-43 the local organizing committee's, endorsing municipality's, or
4-44 endorsing county's bid to host the games;
4-45 (2) be bound by the terms of, cause the local
4-46 organizing committee, endorsing municipality, or endorsing county
4-47 to perform, and guarantee performance of the committee's,
4-48 municipality's, or county's obligations under contracts relating to
4-49 selecting a site in this state for the games; and
4-50 (3) be jointly and severally liable with the local
4-51 organizing committee, endorsing municipality, or endorsing county
4-52 for:
4-53 (A) an obligation of the committee,
4-54 municipality, or county to a site selection organization, including
4-55 an obligation indemnifying the organization against a claim of and
4-56 liability to a third party arising out of or relating to the games;
4-57 and
4-58 (B) any financial deficit relating to the games.
4-59 (V.A.C.S. Art. 5190.14, Sec. 7(e).)
4-60 Sec. 475.0057. ADDITIONAL TERMS OF GAMES SUPPORT CONTRACT.
4-61 A games support contract may contain any additional provision the
4-62 office requires to carry out the purposes of this subtitle.
4-63 (V.A.C.S. Art. 5190.14, Sec. 7(h).)
4-64 Sec. 475.0058. REPAYMENT AGREEMENT REQUIRED. (a) Before
4-65 executing a games support contract, the office must execute an
4-66 agreement with the local organizing committee, endorsing
4-67 municipality, or endorsing county requiring the committee,
4-68 municipality, or county to repay this state any money spent by the
4-69 office under this subtitle if a site selection organization selects

5-1 a site for the games in this state in accordance with an application
5-2 by the committee, municipality, or county.

5-3 (b) The local organizing committee, endorsing municipality,
5-4 or endorsing county will make a repayment under Subsection (a) from
5-5 any surplus of the committee's, municipality's, or county's money
5-6 remaining after:

5-7 (1) presentation of the games; and

5-8 (2) payment of the expenses and obligations incurred
5-9 by the committee, municipality, or county. (V.A.C.S. Art. 5190.14,
5-10 Sec. 7(g).)

5-11 Sec. 475.0059. STATE AS ADDITIONAL INSURED. The office may
5-12 require a local organizing committee, endorsing municipality, or
5-13 endorsing county to list this state as an additional insured on any
5-14 insurance policy purchased by the committee, municipality, or
5-15 county that a site selection organization requires to be in effect
5-16 in connection with the games. (V.A.C.S. Art. 5190.14, Sec. 7(i).)

5-17 Sec. 475.0060. SUPPORT BY CERTAIN STATE AGENCIES. The
5-18 Texas Department of Transportation, the Department of Public Safety
5-19 of the State of Texas, and the Texas Department of Housing and
5-20 Community Affairs may:

5-21 (1) assist a local organizing committee, endorsing
5-22 municipality, or endorsing county in developing applications and
5-23 planning for the games; and

5-24 (2) enter into a contract or agreement or give
5-25 assurances related to the presentation of the games. (V.A.C.S. Art.
5-26 5190.14, Sec. 7(j).)

5-27 SUBCHAPTER C. LOCAL ORGANIZING COMMITTEES

5-28 Sec. 475.0101. APPLICABILITY OF OPEN MEETINGS AND OPEN
5-29 RECORDS LAWS. (a) A local organizing committee and the committee's
5-30 governing body are subject to Chapters 551 and 552. For purposes of
5-31 those chapters, the governing body of a local organizing committee
5-32 is considered a governmental body as defined by those chapters. For
5-33 purposes of Chapter 552, the records and information of a local
5-34 organizing committee are considered public records and public
5-35 information.

5-36 (b) A final bid that a local organizing committee submits to
5-37 a site selection organization, or a draft of that bid, is excepted
5-38 from required public disclosure under Chapter 552 until the
5-39 organization selects the site for the games.

5-40 (c) Chapter 551 does not apply to a meeting of a
5-41 subcommittee of a local organizing committee's governing body if:

5-42 (1) the subcommittee consists of not more than five
5-43 members;

5-44 (2) the meeting is not held in a public building;

5-45 (3) the subcommittee makes a recording of the meeting
5-46 proceedings in compliance with Section 551.103, and the committee
5-47 preserves the recording until the second anniversary of the date
5-48 the recording is made;

5-49 (4) the subcommittee does not discuss or decide any
5-50 financial matters during the meeting; and

5-51 (5) any decision the subcommittee makes will not take
5-52 effect without the governing body reviewing and officially adopting
5-53 the decision at a meeting held in compliance with Chapter 551.

5-54 (d) A recording made under Subsection (c) is subject to
5-55 required public disclosure in the manner prescribed by Chapter 552
5-56 for a public record. (V.A.C.S. Art. 5190.14, Sec. 8.)

5-57 Sec. 475.0102. TAX EXEMPTIONS FOR CERTAIN COMMITTEES. A
5-58 local organizing committee that is exempt from paying federal
5-59 income tax under Section 501(c), Internal Revenue Code of 1986, is
5-60 exempt from:

5-61 (1) the sales, excise, and use taxes imposed under
5-62 Chapter 151, Tax Code;

5-63 (2) taxes on the sale, rental, and use of a motor
5-64 vehicle imposed under Chapter 152, Tax Code;

5-65 (3) the hotel occupancy tax imposed under Chapter 156,
5-66 Tax Code; and

5-67 (4) the franchise tax imposed under Chapter 171, Tax
5-68 Code. (V.A.C.S. Art. 5190.14, Sec. 9(a).)

5-69 Sec. 475.0103. ETHICS REQUIREMENTS RELATING TO CERTAIN

6-1 COMMITTEES; FINANCIAL DISCLOSURES. (a) A local organizing
6-2 committee that submits a request under Section 475.0052 must:
6-3 (1) affirm as a part of that request that the committee
6-4 is in full compliance with the ethical guidelines provided by all
6-5 contracts entered into and rules adopted by the site selection
6-6 organization, including the organization's requirements regarding
6-7 disclosure of any financial interest a director, officer, or
6-8 senior-level employee of the committee has in any proposed
6-9 transaction with the committee;
6-10 (2) not later than the 15th day of the first month
6-11 following each calendar quarter, file with the secretary of the
6-12 endorsing municipality for which the committee submits a request:
6-13 (A) a certification that the committee continues
6-14 to comply with the ethical guidelines described by Subdivision (1);
6-15 and
6-16 (B) a report of contributions to and expenditures
6-17 by the committee, in the manner described by Subsection (b); and
6-18 (3) file with the secretary of the endorsing
6-19 municipality on April 15 of each year a copy of each financial
6-20 statement a committee or a member of a committee is required to
6-21 submit to the United States Olympic Committee during the preceding
6-22 calendar year.
6-23 (b) A report under Subsection (a)(2)(B) must include:
6-24 (1) for each contribution made to the local organizing
6-25 committee:
6-26 (A) the contributor's full name and address;
6-27 (B) the date of the contribution;
6-28 (C) whether the contribution is cash, made by
6-29 check, or in-kind; and
6-30 (D) the amount or market value of the
6-31 contribution; and
6-32 (2) for each expenditure made by the local organizing
6-33 committee:
6-34 (A) the full name and address of the person who
6-35 receives payment of the expenditure;
6-36 (B) the date of the expenditure;
6-37 (C) the amount of the expenditure; and
6-38 (D) the purpose of the expenditure.
6-39 (c) The endorsing municipality for which a local organizing
6-40 committee submits a request under Section 475.0052 must have a
6-41 comprehensive ethics code establishing standards of conduct,
6-42 disclosure requirements, and enforcement mechanisms relating to
6-43 municipal officials and employees before the office considers the
6-44 request. (V.A.C.S. Art. 5190.14, Sec. 10.)
6-45 SUBCHAPTER D. LOCAL GOVERNMENT CORPORATION IN CERTAIN POPULOUS
6-46 COUNTIES AS ENDORSING MUNICIPALITY OR COUNTY
6-47 Sec. 475.0151. APPLICABILITY. This subchapter applies only
6-48 to a local government corporation that:
6-49 (1) is authorized to collect a municipal hotel
6-50 occupancy tax; and
6-51 (2) is located in a county with a population of 3.3
6-52 million or more. (V.A.C.S. Art. 5190.14, Sec. 12(a).)
6-53 Sec. 475.0152. AUTHORITY TO ACT AS ENDORSING MUNICIPALITY
6-54 OR COUNTY. (a) A local government corporation may act as an
6-55 endorsing municipality or endorsing county under this subtitle.
6-56 (b) Subject to Section 475.0153, a local government
6-57 corporation acting as an endorsing municipality or endorsing county
6-58 under this subtitle has all the powers of an endorsing municipality
6-59 or endorsing county under this subtitle, and any action an
6-60 endorsing municipality or endorsing county is required to take by
6-61 ordinance or order under this subtitle may be taken by order or
6-62 resolution of the corporation. (V.A.C.S. Art. 5190.14,
6-63 Secs. 12(b), (e).)
6-64 Sec. 475.0153. DEPOSIT OF MUNICIPAL OR COUNTY TAX REVENUE
6-65 TO TRUST FUND. (a) A local government corporation acting as an
6-66 endorsing municipality or endorsing county under this subtitle
6-67 shall remit for deposit into the trust fund established for the
6-68 games or event the amounts determined by the office under this
6-69 subtitle.

7-1 (b) The office shall determine the incremental increase in
 7-2 tax receipts attributable to the games or event and related
 7-3 activities under this subtitle based on the amount of taxes imposed
 7-4 by each municipality or county that comprises the corporation and
 7-5 not on the amount of taxes imposed by the corporation. (V.A.C.S.
 7-6 Art. 5190.14, Sec. 12(c).)

7-7 Sec. 475.0154. PLEDGE OF SURCHARGES TO GUARANTEE
 7-8 OBLIGATIONS. A local government corporation acting as an endorsing
 7-9 municipality or endorsing county under this subtitle may guarantee
 7-10 the corporation's obligations under a games support contract or
 7-11 event support contract by pledging surcharges from user fees,
 7-12 including parking or ticket fees, charged in connection with the
 7-13 games or event and related activities. (V.A.C.S. Art. 5190.14,
 7-14 Sec. 12(d).)

7-15 SUBCHAPTER E. CRIMINAL PENALTIES

7-16 Sec. 475.0201. OFFENSE OF BRIBERY. (a) In this section,
 7-17 "benefit" has the meaning assigned by Section 36.01, Penal Code.

7-18 (b) A person commits an offense if the person intentionally
 7-19 or knowingly offers, confers, or agrees to confer on another
 7-20 person, or solicits, accepts, or agrees to accept from another
 7-21 person, any benefit as consideration for the recipient's decision,
 7-22 opinion, recommendation, vote, or other exercise of discretion as a
 7-23 member or employee of a local organizing committee or site
 7-24 selection organization.

7-25 (c) It is a defense to prosecution under Subsection (b) that
 7-26 the benefit conferred is a meal or entertainment reported under
 7-27 Section 475.0103(a)(2)(B).

7-28 (d) It is not a defense to prosecution under Subsection (b)
 7-29 that a person whom the actor sought to influence was not qualified
 7-30 to act as the actor intended the person to act.

7-31 (e) It is not a defense to prosecution under Subsection (b)
 7-32 that the benefit is not offered or conferred or that the benefit is
 7-33 not solicited or accepted until after:

7-34 (1) the decision, opinion, recommendation, vote, or
 7-35 other exercise of discretion has occurred; or

7-36 (2) the person whom the actor sought to influence is no
 7-37 longer a member of the local organizing committee or a site
 7-38 selection organization.

7-39 (f) An offense under this section is a felony of the second
 7-40 degree. (V.A.C.S. Art. 5190.14, Sec. 11.)

7-41 CHAPTER 476. PAN AMERICAN GAMES TRUST FUND

7-42 SUBCHAPTER A. GENERAL PROVISIONS

7-43 Sec. 476.0001. DEFINITIONS

7-44 Sec. 476.0002. ELIGIBILITY AS ENDORSING MUNICIPALITY

7-45 SUBCHAPTER B. STATE ACTIONS RELATING TO GAMES

7-46 Sec. 476.0051. DETERMINATION OF INCREMENTAL INCREASE
 7-47 IN CERTAIN TAX RECEIPTS

7-48 Sec. 476.0052. TIME FOR DETERMINATION

7-49 Sec. 476.0053. DESIGNATION OF MARKET AREA

7-50 Sec. 476.0054. ESTIMATE OF TAX REVENUE CREDITED TO
 7-51 TRUST FUND

7-52 SUBCHAPTER C. TRUST FUND ESTABLISHMENT, CONTRIBUTION, AND
 7-53 LIMITATION

7-54 Sec. 476.0101. PAN AMERICAN GAMES TRUST FUND

7-55 Sec. 476.0102. DEPOSIT OF MUNICIPAL TAX REVENUE

7-56 Sec. 476.0103. STATE TAX REVENUE

7-57 Sec. 476.0104. LIMITATION ON TRANSFERS AND DEPOSITS TO
 7-58 TRUST FUND

7-59 SUBCHAPTER D. DISBURSEMENTS FROM TRUST FUND

7-60 Sec. 476.0151. DISBURSEMENT WITHOUT APPROPRIATION

7-61 Sec. 476.0152. DISBURSEMENT FROM TRUST FUND

7-62 Sec. 476.0153. ALLOWABLE EXPENSES

7-63 Sec. 476.0154. TRANSFER AND REMITTANCE OF REMAINING
 7-64 TRUST FUND MONEY

7-65 SUBCHAPTER E. LOCAL POWERS AND DUTIES RELATING TO GAMES

7-66 Sec. 476.0201. REQUIRED INFORMATION

7-67 Sec. 476.0202. PLEDGE OF SURCHARGES TO GUARANTEE
 7-68 OBLIGATIONS

8-1 SUBCHAPTER F. LIMITATIONS ON JOINT LIABILITY

8-2 Sec. 476.0251. LIMITATION AMOUNTS

8-3 CHAPTER 476. PAN AMERICAN GAMES TRUST FUND

8-4 SUBCHAPTER A. GENERAL PROVISIONS

8-5 Sec. 476.0001. DEFINITIONS. In this chapter:

8-6 (1) "Endorsing municipality" means a municipality
8-7 that authorizes a bid by a local organizing committee for selection
8-8 of the municipality as the site of the games.

8-9 (2) "Games" means the Pan American Games.

8-10 (3) "Site selection organization" means:

8-11 (A) the Pan American Sports Organization; or

8-12 (B) the United States Olympic Committee.

8-13 (4) "Trust fund" means the Pan American Games trust
8-14 fund established by this chapter. (V.A.C.S. Art. 5190.14, Secs.
8-15 4(a)(1) as amended Acts 78th Leg., R.S., Ch. 814, (2), (3) (part);
8-16 New.)

8-17 Sec. 476.0002. ELIGIBILITY AS ENDORSING MUNICIPALITY. Only
8-18 a municipality with a population of 850,000 or more is eligible as
8-19 an endorsing municipality under this chapter. (V.A.C.S. Art.
8-20 5190.14, Sec. 4(a)(3) (part).)

8-21 SUBCHAPTER B. STATE ACTIONS RELATING TO GAMES

8-22 Sec. 476.0051. DETERMINATION OF INCREMENTAL INCREASE IN
8-23 CERTAIN TAX RECEIPTS. (a) After a site selection organization
8-24 selects a site for the games in this state in accordance with an
8-25 application by a local organizing committee acting on behalf of an
8-26 endorsing municipality, the office shall determine for each
8-27 subsequent calendar quarter the incremental increases in the
8-28 following tax receipts that the office determines are directly
8-29 attributable to the preparation for and presentation of the games
8-30 and related events:

8-31 (1) the receipts to this state from the taxes imposed
8-32 under Chapters 151, 152, 156, and 183, Tax Code, and under Title 5,
8-33 Alcoholic Beverage Code, in the market areas designated under
8-34 Section 476.0053;

8-35 (2) the receipts collected by this state for the
8-36 endorsing municipality from the sales and use tax imposed by the
8-37 municipality under Section 321.101(a), Tax Code; and

8-38 (3) the receipts collected by the endorsing
8-39 municipality from the municipality's hotel occupancy tax imposed
8-40 under Chapter 351, Tax Code.

8-41 (b) The office shall make the determination required by
8-42 Subsection (a) in accordance with procedures the office develops.
8-43 (V.A.C.S. Art. 5190.14, Sec. 4(b) (part).)

8-44 Sec. 476.0052. TIME FOR DETERMINATION. The office shall
8-45 determine the incremental increase in tax receipts under Section
8-46 476.0051 after the first occurrence of a measurable economic impact
8-47 in this state resulting from the preparation for the games, as
8-48 determined by the office, but not later than one year before the
8-49 scheduled opening event of the games. (V.A.C.S. Art. 5190.14, Sec.
8-50 4(b) (part).)

8-51 Sec. 476.0053. DESIGNATION OF MARKET AREA. (a) For
8-52 purposes of Section 476.0051(a)(1), the office shall designate as a
8-53 market area for the games each area in which the office determines
8-54 there is a reasonable likelihood of measurable economic impact
8-55 directly attributable to the preparation for and presentation of
8-56 the games and related events. The office shall include areas likely
8-57 to provide venues, accommodations, and services in connection with
8-58 the games based on the proposal the local organizing committee
8-59 provides under Section 475.0052.

8-60 (b) The office shall determine the geographic boundaries of
8-61 each market area.

8-62 (c) The endorsing municipality selected as the site for the
8-63 games must be included in a market area for the games. (V.A.C.S.
8-64 Art. 5190.14, Sec. 4(c).)

8-65 Sec. 476.0054. ESTIMATE OF TAX REVENUE CREDITED TO TRUST
8-66 FUND. (a) Not later than September 1 of the year that is eight
8-67 years before the year the games would be held in this state, the
8-68 office shall provide an estimate of the total amount of municipal
8-69 and state tax revenue that would be transferred or deposited to the

9-1 trust fund before January 1 of the year following the year the games
 9-2 would be held if the games were held in this state at a site selected
 9-3 in accordance with an application by a local organizing committee.

9-4 (b) The office shall provide the estimate on request to a
 9-5 local organizing committee.

9-6 (c) A local organizing committee may submit the office's
 9-7 estimate to a site selection organization. (V.A.C.S. Art. 5190.14,
 9-8 Sec. 4(i).)

9-9 SUBCHAPTER C. TRUST FUND ESTABLISHMENT, CONTRIBUTION, AND
 9-10 LIMITATION

9-11 Sec. 476.0101. PAN AMERICAN GAMES TRUST FUND. The Pan
 9-12 American Games trust fund is established outside the state
 9-13 treasury. The trust fund is held in trust by the comptroller for
 9-14 administration of this subtitle. (V.A.C.S. Art. 5190.14, Sec. 4(f)
 9-15 (part).)

9-16 Sec. 476.0102. DEPOSIT OF MUNICIPAL TAX REVENUE. (a)
 9-17 Subject to Section 476.0104, the endorsing municipality shall
 9-18 deposit to the trust fund the amount of the municipality's hotel
 9-19 occupancy tax revenue determined under Section 476.0051(a)(3). The
 9-20 endorsing municipality shall deposit the hotel occupancy tax
 9-21 revenue to the trust fund at least quarterly.

9-22 (b) To guarantee the joint obligations of this state and the
 9-23 endorsing municipality under a games support contract and this
 9-24 subtitle, the comptroller, at the direction of the office, shall
 9-25 retain the amount of municipal sales and use tax revenue determined
 9-26 under Section 476.0051(a)(2) from the amounts otherwise required to
 9-27 be sent to the municipality under Section 321.502, Tax Code, and,
 9-28 subject to Section 476.0104, deposit the retained tax revenue to
 9-29 the trust fund.

9-30 (c) The comptroller shall begin retaining the municipal
 9-31 sales and use tax revenue with the first distribution of that tax
 9-32 revenue that occurs after the date the office makes the
 9-33 determination under Section 476.0051(a)(2).

9-34 (d) The comptroller shall discontinue retaining the
 9-35 municipal sales and use tax revenue on the earlier of:

9-36 (1) the end of the third calendar month following the
 9-37 month in which the closing event of the games occurs; or

9-38 (2) the date the amount of municipal sales and use tax
 9-39 revenue and municipal hotel occupancy tax revenue in the trust fund
 9-40 equals 14 percent of the maximum amount of municipal and state tax
 9-41 revenue that may be transferred or deposited to the trust fund under
 9-42 Section 476.0104. (V.A.C.S. Art. 5190.14, Secs. 4(d), (f) (part).)

9-43 Sec. 476.0103. STATE TAX REVENUE. (a) At the time the
 9-44 endorsing municipality deposits to the trust fund its hotel
 9-45 occupancy tax revenue under Section 476.0102(a), the comptroller,
 9-46 at the direction of the office, shall transfer to the trust fund a
 9-47 portion of the state tax revenue determined under Section
 9-48 476.0051(a)(1) in an amount equal to 6.25 multiplied by the amount
 9-49 of that municipal hotel occupancy tax revenue.

9-50 (b) At the time the comptroller deposits to the trust fund
 9-51 the municipal sales and use tax revenue under Section 476.0102(b),
 9-52 the comptroller, at the direction of the office, shall transfer to
 9-53 the trust fund a portion of the state tax revenue determined under
 9-54 Section 476.0051(a)(1) in an amount equal to 6.25 multiplied by the
 9-55 amount of that municipal sales and use tax revenue.

9-56 (c) The comptroller shall discontinue transferring to the
 9-57 trust fund any state tax revenue determined under Section
 9-58 476.0051(a)(1) on the earlier of:

9-59 (1) the end of the third calendar month following the
 9-60 month in which the closing event of the games occurs; or

9-61 (2) the date the amount of state revenue in the trust
 9-62 fund equals 86 percent of the maximum amount of municipal and state
 9-63 tax revenue that may be transferred or deposited to the trust fund
 9-64 under Section 476.0104. (V.A.C.S. Art. 5190.14, Sec. 4(f) (part).)

9-65 Sec. 476.0104. LIMITATION ON TRANSFERS AND DEPOSITS TO
 9-66 TRUST FUND. The total amount of municipal and state tax revenue
 9-67 transferred or deposited to the trust fund may not exceed \$20
 9-68 million. (V.A.C.S. Art. 5190.14, Sec. 4(m) (part).)

9-69 SUBCHAPTER D. DISBURSEMENTS FROM TRUST FUND

10-1 Sec. 476.0151. DISBURSEMENT WITHOUT APPROPRIATION. Money
 10-2 in the trust fund may be spent by the office without appropriation
 10-3 only as provided by this subtitle. (V.A.C.S. Art. 5190.14, Sec.
 10-4 4(f) (part).)

10-5 Sec. 476.0152. DISBURSEMENT FROM TRUST FUND. (a) The
 10-6 office may make a disbursement from the trust fund only if the
 10-7 office certifies that the disbursement is for a purpose for which
 10-8 this state and the endorsing municipality are jointly obligated
 10-9 under a games support contract or another agreement providing
 10-10 assurances from the office or the municipality to a site selection
 10-11 organization.

10-12 (b) On a certification described by Subsection (a), the
 10-13 office shall satisfy the obligation:

10-14 (1) first, from municipal revenue deposited to the
 10-15 trust fund and any interest earned on that municipal revenue; and

10-16 (2) if the municipal revenue is insufficient to
 10-17 satisfy the entire deficit, from state revenue transferred to the
 10-18 trust fund and any interest earned on that state revenue in an
 10-19 amount sufficient to satisfy the portion of the deficit not covered
 10-20 by the municipal revenue. (V.A.C.S. Art. 5190.14, Secs. 4(g)
 10-21 (part), (j), (k).)

10-22 Sec. 476.0153. ALLOWABLE EXPENSES. The office may use
 10-23 money in the trust fund only to fulfill joint obligations of this
 10-24 state and the endorsing municipality to a site selection
 10-25 organization under a games support contract or another agreement
 10-26 providing assurances from the office or municipality to a site
 10-27 selection organization. (V.A.C.S. Art. 5190.14, Sec. 4(g).)

10-28 Sec. 476.0154. TRANSFER AND REMITTANCE OF REMAINING TRUST
 10-29 FUND MONEY. (a) On January 1 of the second year following the year
 10-30 in which the games are held in this state, the comptroller, at the
 10-31 direction of the office, shall transfer to the general revenue fund
 10-32 the amount of state revenue remaining in the trust fund plus any
 10-33 interest earned on that state revenue.

10-34 (b) The comptroller shall remit to the endorsing
 10-35 municipality any money remaining in the trust fund after the
 10-36 required amount is transferred under Subsection (a). (V.A.C.S.
 10-37 Art. 5190.14, Sec. 4(l).)

10-38 SUBCHAPTER E. LOCAL POWERS AND DUTIES RELATING TO GAMES

10-39 Sec. 476.0201. REQUIRED INFORMATION. (a) A local
 10-40 organizing committee shall provide information required by the
 10-41 office to fulfill the office's duties under this subtitle,
 10-42 including:

10-43 (1) annual audited statements of any committee
 10-44 financial records required by a site selection organization; and

10-45 (2) data obtained by the committee relating to:

10-46 (A) attendance at the games; and

10-47 (B) the economic impact of the games.

10-48 (b) A local organizing committee must provide any annual
 10-49 audited financial statement required by the office not later than
 10-50 the end of the fourth month after the last day of the period covered
 10-51 by the financial statement. (V.A.C.S. Art. 5190.14, Sec. 4(h).)

10-52 Sec. 476.0202. PLEDGE OF SURCHARGES TO GUARANTEE
 10-53 OBLIGATIONS. An endorsing municipality may guarantee its
 10-54 obligations under a games support contract and this subtitle by
 10-55 pledging, in addition to municipal sales and use tax revenue
 10-56 retained under Section 476.0102(b), surcharges from user fees
 10-57 charged in connection with presentation of the games, including
 10-58 parking or ticket fees. (V.A.C.S. Art. 5190.14, Sec. 4(e).)

10-59 SUBCHAPTER F. LIMITATIONS ON JOINT LIABILITY

10-60 Sec. 476.0251. LIMITATION AMOUNTS. The joint liability of
 10-61 this state and the endorsing municipality under a joinder agreement
 10-62 and any other games support contracts entered into under this
 10-63 subtitle may not exceed the lesser of:

10-64 (1) \$20 million; or

10-65 (2) the total amount of revenue transferred or
 10-66 deposited to the trust fund and interest earned on the trust fund.
 10-67 (V.A.C.S. Art. 5190.14, Sec. 4(m) (part).)

- 11-1 CHAPTER 477. OLYMPIC GAMES TRUST FUND
 11-2 SUBCHAPTER A. GENERAL PROVISIONS
 11-3 Sec. 477.0001. DEFINITIONS
 11-4 Sec. 477.0002. ELIGIBILITY AS ENDORSING MUNICIPALITY
 11-5 SUBCHAPTER B. STATE ACTIONS RELATING TO GAMES
 11-6 Sec. 477.0051. DETERMINATION OF INCREMENTAL INCREASE
 11-7 IN CERTAIN TAX RECEIPTS
 11-8 Sec. 477.0052. TIME FOR DETERMINATION
 11-9 Sec. 477.0053. DESIGNATION OF MARKET AREA
 11-10 Sec. 477.0054. ESTIMATE OF TAX REVENUE CREDITED TO
 11-11 TRUST FUND
 11-12 SUBCHAPTER C. TRUST FUND ESTABLISHMENT, CONTRIBUTION, AND
 11-13 LIMITATION
 11-14 Sec. 477.0101. OLYMPIC GAMES TRUST FUND
 11-15 Sec. 477.0102. DEPOSIT OF MUNICIPAL AND COUNTY TAX
 11-16 REVENUE
 11-17 Sec. 477.0103. STATE TAX REVENUE
 11-18 Sec. 477.0104. LIMITATION ON TRANSFERS AND DEPOSITS TO
 11-19 TRUST FUND
 11-20 SUBCHAPTER D. DISBURSEMENTS FROM TRUST FUND
 11-21 Sec. 477.0151. DISBURSEMENT WITHOUT APPROPRIATION
 11-22 Sec. 477.0152. DISBURSEMENT FROM TRUST FUND
 11-23 Sec. 477.0153. ALLOWABLE EXPENSES
 11-24 Sec. 477.0154. PROHIBITED DISBURSEMENT
 11-25 Sec. 477.0155. TRANSFER AND REMITTANCE OF REMAINING
 11-26 TRUST FUND MONEY
 11-27 SUBCHAPTER E. LOCAL POWERS AND DUTIES RELATING TO GAMES
 11-28 Sec. 477.0201. REQUIRED INFORMATION
 11-29 Sec. 477.0202. PLEDGE OF SURCHARGES TO GUARANTEE
 11-30 OBLIGATIONS
 11-31 Sec. 477.0203. MUNICIPAL OR COUNTY ELECTION
 11-32 SUBCHAPTER F. LIMITATIONS ON JOINT LIABILITY
 11-33 Sec. 477.0251. LIMITATION AMOUNTS
 11-34 CHAPTER 477. OLYMPIC GAMES TRUST FUND
 11-35 SUBCHAPTER A. GENERAL PROVISIONS
 11-36 Sec. 477.0001. DEFINITIONS. In this chapter:
 11-37 (1) "Endorsing county" means a county that:
 11-38 (A) contains all or part of a municipality
 11-39 described by Section 477.0002; or
 11-40 (B) is adjacent to a county described by
 11-41 Paragraph (A).
 11-42 (2) "Endorsing municipality" means a municipality
 11-43 that authorizes a bid by a local organizing committee for selection
 11-44 of the municipality as the site of the games.
 11-45 (3) "Games" means the Olympic Games.
 11-46 (4) "Site selection organization" means:
 11-47 (A) the International Olympic Committee; or
 11-48 (B) the United States Olympic Committee.
 11-49 (5) "Trust fund" means the Olympic Games trust fund
 11-50 established by this chapter. (V.A.C.S. Art. 5190.14, Secs. 4(a)(3)
 11-51 (part), 5(a)(1), (2), (3) (part), (4); New.)
 11-52 Sec. 477.0002. ELIGIBILITY AS ENDORSING MUNICIPALITY. Only
 11-53 a municipality with a population of 850,000 or more is eligible as
 11-54 an endorsing municipality under this chapter. (V.A.C.S. Art.
 11-55 5190.14, Secs. 4(a)(3) (part), 5(a)(3) (part).)
 11-56 SUBCHAPTER B. STATE ACTIONS RELATING TO GAMES
 11-57 Sec. 477.0051. DETERMINATION OF INCREMENTAL INCREASE IN
 11-58 CERTAIN TAX RECEIPTS. (a) After a site selection organization
 11-59 selects a site for the games in this state in accordance with an
 11-60 application by a local organizing committee, the office shall
 11-61 determine for each subsequent calendar quarter the incremental
 11-62 increases in the following tax receipts that the office determines
 11-63 are directly attributable to the preparation for and presentation
 11-64 of the games and related events:
 11-65 (1) the receipts to this state from the taxes imposed
 11-66 under Chapters 151, 152, 156, and 183, Tax Code, and under Title 5,
 11-67 Alcoholic Beverage Code, in the market areas designated under
 11-68 Section 477.0053;
 11-69 (2) the receipts collected by this state for each

12-1 endorsing municipality from the sales and use tax imposed by the
 12-2 municipality under Section 321.101(a), Tax Code, and the mixed
 12-3 beverage tax revenue to be received by the municipality under
 12-4 Section 183.051(b), Tax Code;

12-5 (3) the receipts collected by this state for each
 12-6 endorsing county from the sales and use tax imposed by the county
 12-7 under Section 323.101(a), Tax Code, and the mixed beverage tax
 12-8 revenue received by the county under Section 183.051(b), Tax Code;

12-9 (4) the receipts collected by each endorsing
 12-10 municipality from the hotel occupancy tax imposed under Chapter
 12-11 351, Tax Code; and

12-12 (5) the receipts collected by each endorsing county
 12-13 from the hotel occupancy tax imposed under Chapter 352, Tax Code.

12-14 (b) The office shall make the determination required by
 12-15 Subsection (a) in accordance with procedures the office develops.
 12-16 (V.A.C.S. Art. 5190.14, Sec. 5(b) (part).)

12-17 Sec. 477.0052. TIME FOR DETERMINATION. The office shall
 12-18 determine the incremental increase in tax receipts under Section
 12-19 477.0051 after the first occurrence of a measurable economic impact
 12-20 in this state resulting from the preparation for the games, as
 12-21 determined by the office, but not later than one year before the
 12-22 scheduled opening event of the games. (V.A.C.S. Art. 5190.14, Sec.
 12-23 5(b) (part).)

12-24 Sec. 477.0053. DESIGNATION OF MARKET AREA. (a) For
 12-25 purposes of Section 477.0051(a)(1), the office shall designate as a
 12-26 market area for the games each area in which the office determines
 12-27 there is a reasonable likelihood of measurable economic impact
 12-28 directly attributable to the preparation for and presentation of
 12-29 the games and related events. The office shall include areas likely
 12-30 to provide venues, accommodations, and services in connection with
 12-31 the games based on the proposal the local organizing committee
 12-32 provides under Section 475.0052.

12-33 (b) The office shall determine the geographic boundaries of
 12-34 each market area.

12-35 (c) Each endorsing municipality or endorsing county
 12-36 selected as the site for the games must be included in a market area
 12-37 for the games. (V.A.C.S. Art. 5190.14, Sec. 5(c).)

12-38 Sec. 477.0054. ESTIMATE OF TAX REVENUE CREDITED TO TRUST
 12-39 FUND. (a) Before August 31 of the year that is 12 years before the
 12-40 year the games would be held in this state, or as soon as
 12-41 practicable after that date, the office shall provide an estimate
 12-42 of the total amount of municipal, county, and state tax revenue that
 12-43 would be transferred or deposited to the trust fund if the games
 12-44 were held in this state at a site selected in accordance with an
 12-45 application by a local organizing committee.

12-46 (b) The office shall provide the estimate on request to a
 12-47 local organizing committee.

12-48 (c) A local organizing committee may submit the office's
 12-49 estimate to a site selection organization. (V.A.C.S. Art. 5190.14,
 12-50 Sec. 5(i).)

12-51 SUBCHAPTER C. TRUST FUND ESTABLISHMENT, CONTRIBUTION, AND 12-52 LIMITATION

12-53 Sec. 477.0101. OLYMPIC GAMES TRUST FUND. The Olympic Games
 12-54 trust fund is established outside the treasury. The trust fund is
 12-55 held in trust by the comptroller for the administration of this
 12-56 subtitle. (V.A.C.S. Art. 5190.14, Sec. 5(f) (part).)

12-57 Sec. 477.0102. DEPOSIT OF MUNICIPAL AND COUNTY TAX REVENUE.
 12-58 (a) Subject to Section 477.0104, each endorsing municipality or
 12-59 endorsing county shall remit to the comptroller and the
 12-60 comptroller, at the direction of the office, quarterly shall
 12-61 deposit to the trust fund the amount of the municipality's or
 12-62 county's hotel occupancy tax revenue determined under Section
 12-63 477.0051(a)(4) or (5), as applicable.

12-64 (b) To guarantee the joint obligations of this state and an
 12-65 endorsing municipality or endorsing county under a games support
 12-66 contract and this subtitle, subject to Section 477.0203, the
 12-67 comptroller, at the direction of the office, shall retain the
 12-68 amount of sales and use tax revenue and mixed beverage tax revenue
 12-69 determined under Section 477.0051(a)(2) or (3) from the amounts

13-1 otherwise required to be sent to the municipality under Section
 13-2 183.051(b) or 321.502, Tax Code, or to the county under Section
 13-3 183.051(b) or 323.502, Tax Code. Subject to Sections 477.0104 and
 13-4 477.0203, the comptroller, at the direction of the office, shall
 13-5 deposit the retained tax revenue to the trust fund for the same
 13-6 calendar quarter as under Subsection (a).

13-7 (c) The comptroller shall begin retaining municipal and
 13-8 county sales and use tax revenue and mixed beverage tax revenue with
 13-9 the first distribution of that tax revenue that occurs after the
 13-10 date the office makes the determination under Section
 13-11 477.0051(a)(2) or (3).

13-12 (d) The comptroller shall discontinue retaining municipal
 13-13 and county sales and use tax revenue and mixed beverage tax revenue
 13-14 on the earlier of:

13-15 (1) the end of the third calendar month following the
 13-16 month in which the closing event of the games occurs; or

13-17 (2) the date the amount of municipal and county sales
 13-18 and use tax revenue and mixed beverage tax revenue in the trust fund
 13-19 equals 14 percent of the maximum amount of municipal, county, and
 13-20 state tax revenue that may be transferred or deposited to the trust
 13-21 fund under Section 477.0104. (V.A.C.S. Art. 5190.14, Secs. 5(d),
 13-22 (f) (part).)

13-23 Sec. 477.0103. STATE TAX REVENUE. (a) At the time the
 13-24 comptroller deposits to the trust fund the municipal and county tax
 13-25 revenue under Section 477.0102(b), the comptroller shall transfer
 13-26 to the trust fund the state tax revenue determined under Section
 13-27 477.0051(a)(1) for the quarter.

13-28 (b) The comptroller shall discontinue transferring the
 13-29 amount of state tax revenue determined under Section 477.0051(a)(1)
 13-30 on the earlier of:

13-31 (1) the end of the third calendar month following the
 13-32 month in which the closing event of the games occurs; or

13-33 (2) the date the amount of state revenue in the trust
 13-34 fund equals 86 percent of the maximum amount of municipal, county,
 13-35 and state tax revenue that may be transferred or deposited to the
 13-36 trust fund under Section 477.0104. (V.A.C.S. Art. 5190.14, Sec.
 13-37 5(f) (part).)

13-38 Sec. 477.0104. LIMITATION ON TRANSFERS AND DEPOSITS TO
 13-39 TRUST FUND. The total amount of municipal, county, and state tax
 13-40 revenue transferred or deposited to the trust fund may not exceed
 13-41 \$100 million. (V.A.C.S. Art. 5190.14, Sec. 5(m) (part).)

13-42 SUBCHAPTER D. DISBURSEMENTS FROM TRUST FUND

13-43 Sec. 477.0151. DISBURSEMENT WITHOUT APPROPRIATION. Money
 13-44 in the trust fund may be spent by the office without appropriation
 13-45 only as provided by this subtitle. (V.A.C.S. Art. 5190.14, Sec.
 13-46 5(f) (part).)

13-47 Sec. 477.0152. DISBURSEMENT FROM TRUST FUND. (a) The
 13-48 office may make a disbursement from the trust fund only if the
 13-49 office certifies that the disbursement is for a purpose for which
 13-50 this state and each endorsing municipality and endorsing county are
 13-51 jointly obligated under a games support contract or another
 13-52 agreement providing assurances from the office or an endorsing
 13-53 municipality or endorsing county to a site selection organization.

13-54 (b) On a certification described by Subsection (a), the
 13-55 office shall satisfy the obligation proportionately from the state
 13-56 and municipal or county revenue in the trust fund. (V.A.C.S. Art.
 13-57 5190.14, Secs. 5(j) (part), (k).)

13-58 Sec. 477.0153. ALLOWABLE EXPENSES. The office may use
 13-59 money in the trust fund only to fulfill joint obligations of this
 13-60 state and each endorsing municipality and endorsing county to a
 13-61 site selection organization under a games support contract or
 13-62 another agreement providing assurances from the office or the
 13-63 municipality or county to a site selection organization. (V.A.C.S.
 13-64 Art. 5190.14, Sec. 5(g).)

13-65 Sec. 477.0154. PROHIBITED DISBURSEMENT. The office may not
 13-66 make a disbursement from the trust fund that the office determines
 13-67 would be used to solicit the relocation of a professional sports
 13-68 franchise located in this state. (V.A.C.S. Art. 5190.14, Sec. 5(j)
 13-69 (part).)

14-1 Sec. 477.0155. TRANSFER AND REMITTANCE OF REMAINING TRUST
 14-2 FUND MONEY. (a) Two years after the closing event of the games, the
 14-3 office shall transfer to the general revenue fund the amount of
 14-4 state revenue remaining in the trust fund plus any interest earned
 14-5 on that state revenue.

14-6 (b) The office shall remit to each endorsing entity in
 14-7 proportion to the amount contributed by the entity any money
 14-8 remaining in the trust fund after the required amount is
 14-9 transferred under Subsection (a). (V.A.C.S. Art. 5190.14, Sec.
 14-10 5(1).)

14-11 SUBCHAPTER E. LOCAL POWERS AND DUTIES RELATING TO GAMES

14-12 Sec. 477.0201. REQUIRED INFORMATION. (a) A local
 14-13 organizing committee shall provide information required by the
 14-14 office to fulfill the office's duties under this subtitle,
 14-15 including:

14-16 (1) annual audited statements of any committee
 14-17 financial records required by a site selection organization; and

14-18 (2) data obtained by the committee relating to:

14-19 (A) attendance at the games; and

14-20 (B) the economic impact of the games.

14-21 (b) A local organizing committee must provide any annual
 14-22 audited financial statement required by the office not later than
 14-23 the end of the fourth month after the last day of the period covered
 14-24 by the financial statement. (V.A.C.S. Art. 5190.14, Sec. 5(h).)

14-25 Sec. 477.0202. PLEDGE OF SURCHARGES TO GUARANTEE
 14-26 OBLIGATIONS. An endorsing municipality or endorsing county may
 14-27 guarantee its obligations under a games support contract and this
 14-28 subtitle by pledging, in addition to sales and use tax revenue,
 14-29 mixed beverage tax revenue, and hotel occupancy tax revenue
 14-30 retained under Section 477.0102, surcharges from user fees charged
 14-31 in connection with the presentation of the games, including parking
 14-32 or ticket fees. (V.A.C.S. Art. 5190.14, Sec. 5(e).)

14-33 Sec. 477.0203. MUNICIPAL OR COUNTY ELECTION. (a) An
 14-34 endorsing municipality or endorsing county must hold an election in
 14-35 the municipality or county to determine whether the municipality or
 14-36 county may contribute a portion of its sales and use taxes to the
 14-37 trust fund under this chapter. The election must be held on a
 14-38 uniform election date before the date a site selection organization
 14-39 requires the endorsing municipality or endorsing county and the
 14-40 state to enter into a joinder undertaking relating to the
 14-41 applicable games.

14-42 (b) If an endorsing municipality or endorsing county is
 14-43 required to hold an election under this section and the
 14-44 contribution of a portion of the municipality's or county's sales
 14-45 and use taxes to the trust fund under this chapter is not approved
 14-46 by a majority of the voters voting in the election:

14-47 (1) the comptroller may not establish the trust fund
 14-48 under this chapter, may not retain the municipality's or county's
 14-49 tax revenue under Section 477.0102 from amounts otherwise required
 14-50 to be sent to that municipality or county, and may not transfer any
 14-51 state tax revenue into the trust fund;

14-52 (2) the office is not required to determine the
 14-53 incremental increase in municipal, county, or state tax revenue
 14-54 under Section 477.0051; and

14-55 (3) the office may not enter into a games support
 14-56 contract relating to the games for which the municipality or county
 14-57 has authorized a bid on its behalf.

14-58 (c) Notwithstanding any other provisions of this subtitle,
 14-59 an endorsing municipality or endorsing county is not required to
 14-60 hold an election to contribute its mixed beverage tax revenue or its
 14-61 hotel occupancy tax revenue to the trust fund under this chapter.
 14-62 (V.A.C.S. Art. 5190.14, Sec. 6.)

14-63 SUBCHAPTER F. LIMITATIONS ON JOINT LIABILITY

14-64 Sec. 477.0251. LIMITATION AMOUNTS. The joint liability of
 14-65 this state and an endorsing municipality or endorsing county under
 14-66 a joinder agreement and any other games support contracts entered
 14-67 into under this subtitle may not exceed the lesser of:

14-68 (1) \$100 million; or

14-69 (2) the total amount of revenue transferred or

15-1 deposited to the trust fund and interest earned on the trust fund.
 15-2 (V.A.C.S. Art. 5190.14, Sec. 5(m) (part).)
 15-3 CHAPTER 478. MAJOR EVENTS REIMBURSEMENT PROGRAM
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 15-5 Sec. 478.0001. DEFINITIONS
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 15-26 CONNECTION WITH EVENT
 15-27 SUBCHAPTER D. FUND ESTABLISHMENT AND CONTRIBUTIONS
 15-28 Sec. 478.0151. MAJOR EVENTS REIMBURSEMENT PROGRAM FUND
 15-29 Sec. 478.0152. DEPOSIT OF MUNICIPAL AND COUNTY TAX
 15-30 REVENUE
 15-31 Sec. 478.0153. OTHER LOCAL MONEY
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 15-34 SUBCHAPTER E. DISBURSEMENTS FROM FUND
 15-35 Sec. 478.0201. DISBURSEMENT WITHOUT APPROPRIATION
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 15-37 Sec. 478.0203. REDUCTION OF DISBURSEMENT AMOUNT
 15-38 Sec. 478.0204. ALLOWABLE EXPENSES
 15-39 Sec. 478.0205. LIMITATION ON CERTAIN DISBURSEMENTS
 15-40 Sec. 478.0206. PROHIBITED DISBURSEMENT
 15-41 Sec. 478.0207. REMITTANCE OF REMAINING FUND MONEY
 15-42 SUBCHAPTER F. LOCAL POWERS AND DUTIES RELATING TO EVENTS
 15-43 Sec. 478.0251. REQUIRED INFORMATION
 15-44 Sec. 478.0252. ISSUANCE OF NOTES
 15-45 Sec. 478.0253. PLEDGE OF SURCHARGES TO GUARANTEE
 15-46 OBLIGATIONS
 15-47 CHAPTER 478. MAJOR EVENTS REIMBURSEMENT PROGRAM
 15-48 SUBCHAPTER A. GENERAL PROVISIONS
 15-49 Sec. 478.0001. DEFINITIONS. In this chapter:
 15-50 (1) "Endorsing county" means:
 15-51 (A) a county that contains a site selected by a
 15-52 site selection organization for an event; or
 15-53 (B) a county that:
 15-54 (i) does not contain a site selected by a
 15-55 site selection organization for an event;
 15-56 (ii) is included in the market area for the
 15-57 event as designated by the office; and
 15-58 (iii) is a party to an event support
 15-59 contract.
 15-60 (2) "Endorsing municipality" means:
 15-61 (A) a municipality that contains a site selected
 15-62 by a site selection organization for an event; or
 15-63 (B) a municipality that:
 15-64 (i) does not contain a site selected by a
 15-65 site selection organization for an event;
 15-66 (ii) is included in the market area for the
 15-67 event as designated by the office; and
 15-68 (iii) is a party to an event support
 15-69 contract.

- 16-1 (3) "Event" means any of the following and includes
 16-2 any activity related to or associated with the following:
 16-3 (A) the Academy of Country Music Awards;
 16-4 (B) the Amateur Athletic Union Junior Olympic
 16-5 Games;
 16-6 (C) the Breeders' Cup World Championships;
 16-7 (D) a game of the College Football Playoff or its
 16-8 successor;
 16-9 (E) an Elite Rodeo Association World
 16-10 Championship;
 16-11 (F) a Formula One automobile race;
 16-12 (G) the largest event held each year at a sports
 16-13 entertainment venue in this state with a permanent seating
 16-14 capacity, including grandstand and premium seating, of at least
 16-15 125,000;
 16-16 (H) the Major League Baseball All-Star Game;
 16-17 (I) the Major League Soccer All-Star Game or the
 16-18 Major League Soccer Cup;
 16-19 (J) a mixed martial arts championship;
 16-20 (K) the Moto Grand Prix of the United States;
 16-21 (L) the National Association for Stock Car Auto
 16-22 Racing (NASCAR):
 16-23 (i) All-Star Race; or
 16-24 (ii) season-ending Championship Race;
 16-25 (M) the National Basketball Association All-Star
 16-26 Game;
 16-27 (N) a National Collegiate Athletic Association
 16-28 Final Four tournament game;
 16-29 (O) the National Collegiate Athletic Association
 16-30 men's or women's lacrosse championships;
 16-31 (P) a national collegiate championship of an
 16-32 amateur sport sanctioned by the national governing body of the
 16-33 sport that is recognized by the United States Olympic Committee;
 16-34 (Q) the National Cutting Horse Association
 16-35 Triple Crown;
 16-36 (R) the National Hockey League All-Star Game;
 16-37 (S) a national political convention of the
 16-38 Republican National Committee or the Democratic National
 16-39 Committee;
 16-40 (T) an Olympic activity, including a Junior or
 16-41 Senior activity, training program, or feeder program sanctioned by
 16-42 the United States Olympic Committee's Community Olympic
 16-43 Development Program;
 16-44 (U) a presidential general election debate;
 16-45 (V) the Professional Rodeo Cowboys Association
 16-46 National Finals Rodeo;
 16-47 (W) a Super Bowl;
 16-48 (X) the United States Open Championship;
 16-49 (Y) a World Cup soccer game or the World Cup
 16-50 soccer tournament;
 16-51 (Z) the World Games; or
 16-52 (AA) the X Games.
- 16-53 (4) "Event support contract" means a joinder
 16-54 undertaking, joinder agreement, or similar contract executed by a
 16-55 site selection organization and a local organizing committee, an
 16-56 endorsing municipality, or an endorsing county.
- 16-57 (5) "Fund" means the major events reimbursement
 16-58 program fund.
- 16-59 (6) "Program" means the major events reimbursement
 16-60 program.
- 16-61 (7) "Site selection organization" means:
 16-62 (A) the Academy of Country Music;
 16-63 (B) the Amateur Athletic Union;
 16-64 (C) the College Football Playoff Administration,
 16-65 LLC, or its successor;
 16-66 (D) the Commission on Presidential Debates;
 16-67 (E) the Democratic National Committee;
 16-68 (F) Dorna Sports;
 16-69 (G) the Elite Rodeo Association;

- 17-1 (H) ESPN or an affiliate;
- 17-2 (I) the Federation Internationale de Football
- 17-3 Association (FIFA);
- 17-4 (J) the International World Games Association;
- 17-5 (K) Major League Baseball;
- 17-6 (L) Major League Soccer;
- 17-7 (M) the National Association for Stock Car Auto
- 17-8 Racing (NASCAR);
- 17-9 (N) the National Basketball Association;
- 17-10 (O) the National Collegiate Athletic
- 17-11 Association;
- 17-12 (P) the National Cutting Horse Association;
- 17-13 (Q) the National Football League;
- 17-14 (R) the National Hockey League;
- 17-15 (S) the Professional Rodeo Cowboys Association;
- 17-16 (T) the Republican National Committee;
- 17-17 (U) the Ultimate Fighting Championship;
- 17-18 (V) the United States Golf Association;
- 17-19 (W) the United States Olympic Committee; or
- 17-20 (X) the national governing body of a sport that
- 17-21 is recognized by:

- 17-22 (i) the Federation Internationale de
- 17-23 l'Automobile;
- 17-24 (ii) Formula One Management Limited;
- 17-25 (iii) the National Thoroughbred Racing
- 17-26 Association; or
- 17-27 (iv) the United States Olympic Committee.

17-28 (V.A.C.S. Art. 5190.14, Sec. 5A(a); New.)
 17-29 Sec. 478.0002. RULES. The office may adopt rules necessary
 17-30 to implement this chapter. (V.A.C.S. Art. 5190.14, Sec. 5A(v).)
 17-31 Sec. 478.0003. CONSTRUCTION OF CHAPTER. This chapter may
 17-32 not be construed as creating or requiring a state guarantee of an
 17-33 obligation imposed on an endorsing municipality, an endorsing
 17-34 county, or this state under an event support contract or another
 17-35 agreement relating to hosting an event in this state. (V.A.C.S.
 17-36 Art. 5190.14, Sec. 5A(o).)

17-37 SUBCHAPTER B. ELIGIBILITY

17-38 Sec. 478.0051. EVENTS ELIGIBLE FOR FUNDING. (a) Only an
 17-39 event listed in Section 478.0001(3) is eligible for funding under
 17-40 this chapter.

17-41 (b) A listed event may receive funding through the program
 17-42 only if:

17-43 (1) a site selection organization, after considering
 17-44 through a highly competitive selection process one or more sites
 17-45 not in this state, selects a site in this state for the event to be
 17-46 held:

- 17-47 (A) one time; or
- 17-48 (B) if the event is scheduled under an event
- 17-49 contract or event support contract to be held each year for a period
- 17-50 of years, one time in each year;

17-51 (2) a site selection organization selects a site in
 17-52 this state as:

- 17-53 (A) the sole site for the event; or
- 17-54 (B) the sole site for the event in a region
- 17-55 composed of this state and one or more adjoining states;

17-56 (3) the event is held not more than one time in any
 17-57 year;

17-58 (4) the incremental increase in tax receipts
 17-59 determined under Section 478.0102 is at least \$1 million; and

17-60 (5) not later than the 30th day before the first day of
 17-61 the event, a site selection organization submits a plan to prevent
 17-62 the trafficking of persons in connection with the event to:

- 17-63 (A) the office of the attorney general; and
- 17-64 (B) the chief of the Texas Division of Emergency
- 17-65 Management. (V.A.C.S. Art. 5190.14, Sec. 5A(a-1) (part).)

17-66 Sec. 478.0052. SINGLE EVENT CLASSIFICATION FOR ELIGIBILITY
 17-67 PURPOSES. For purposes of Section 478.0051, each presidential
 17-68 general election debate in a series of presidential debates before
 17-69 a general election is considered a separate, single event.

18-1 (V.A.C.S. Art. 5190.14, Sec. 5A(a-3).)
 18-2 Sec. 478.0053. EXEMPTION FROM CERTAIN ELIGIBILITY
 18-3 REQUIREMENT FOR CERTAIN LARGE VENUES. Section 478.0051(b)(1) does
 18-4 not apply to an event described by Section 478.0001(3)(G). If an
 18-5 endorsing municipality or endorsing county requests the office to
 18-6 make a determination under Section 478.0102 for an event described
 18-7 by Section 478.0001(3)(G), the remaining provisions of this chapter
 18-8 apply to that event as if the event satisfied the eligibility
 18-9 requirements under Section 478.0051(b)(1). (V.A.C.S. Art.
 18-10 5190.14, Sec. 5A(a-2).)

18-11 SUBCHAPTER C. STATE ACTIONS RELATING TO EVENTS

18-12 Sec. 478.0101. PREREQUISITES FOR OFFICE ACTION. The office
 18-13 may not undertake any duty imposed by this chapter unless:

18-14 (1) the municipality or county in which an event will
 18-15 be located submits a request;

18-16 (2) the event meets the requirements for funding under
 18-17 Section 478.0051 and all other funding requirements under this
 18-18 chapter; and

18-19 (3) the request is accompanied by documentation from a
 18-20 site selection organization selecting the site for the event.
 18-21 (V.A.C.S. Art. 5190.14, Sec. 5A(p).)

18-22 Sec. 478.0102. DETERMINATION OF INCREMENTAL INCREASE IN
 18-23 CERTAIN TAX RECEIPTS. (a) After a site selection organization
 18-24 selects a site for an event in this state in accordance with an
 18-25 application by a local organizing committee, endorsing
 18-26 municipality, or endorsing county and on request of a local
 18-27 organizing committee, endorsing municipality, or endorsing county,
 18-28 the office shall determine the incremental increases in the
 18-29 following tax receipts that the office determines are directly
 18-30 attributable to the preparation for and presentation of the event
 18-31 for a one-year period that begins two months before the date on
 18-32 which the event will begin:

18-33 (1) the receipts to this state from taxes imposed
 18-34 under Chapters 151, 152, 156, and 183, Tax Code, and under Title 5,
 18-35 Alcoholic Beverage Code, in the market areas designated under
 18-36 Section 478.0105;

18-37 (2) the receipts collected by this state for each
 18-38 endorsing municipality in the market area from the sales and use tax
 18-39 imposed by each endorsing municipality under Section 321.101(a),
 18-40 Tax Code, and the mixed beverage tax revenue to be received by each
 18-41 endorsing municipality under Section 183.051(b), Tax Code;

18-42 (3) the receipts collected by this state for each
 18-43 endorsing county in the market area from the sales and use tax
 18-44 imposed by each endorsing county under Section 323.101(a), Tax
 18-45 Code, and the mixed beverage tax revenue to be received by each
 18-46 endorsing county under Section 183.051(b), Tax Code;

18-47 (4) the receipts collected by each endorsing
 18-48 municipality in the market area from the hotel occupancy tax
 18-49 imposed under Chapter 351, Tax Code; and

18-50 (5) the receipts collected by each endorsing county in
 18-51 the market area from the hotel occupancy tax imposed under Chapter
 18-52 352, Tax Code.

18-53 (b) The office shall make the determination required by
 18-54 Subsection (a) in accordance with procedures the office develops
 18-55 and shall base that determination on information submitted by a
 18-56 local organizing committee, endorsing municipality, or endorsing
 18-57 county.

18-58 (c) For an event scheduled to be held each year for a period
 18-59 of years under an event contract or event support contract, the
 18-60 office shall calculate the incremental increase in the tax receipts
 18-61 specified by Subsection (a) as if the event did not occur in the
 18-62 prior year for purposes of Section 478.0051(b)(4). (V.A.C.S. Art.
 18-63 5190.14, Secs. 5A(a-1) (part), (b), (b-1) (part).)

18-64 Sec. 478.0103. TIME FOR DETERMINATION REQUEST. A request
 18-65 for a determination of the incremental increase in tax receipts
 18-66 under Section 478.0102 must be submitted to the office not earlier
 18-67 than one year and not later than the 45th day before the beginning
 18-68 date of the event. (V.A.C.S. Art. 5190.14, Sec. 5A(b-1) (part).)

18-69 Sec. 478.0104. TIME FOR DETERMINATION. The office shall

19-1 determine the incremental increase in tax receipts under Section
 19-2 478.0102 not later than the 30th day after the date the office
 19-3 receives the request for that determination and related
 19-4 information. (V.A.C.S. Art. 5190.14, Sec. 5A(b-1) (part).)

19-5 Sec. 478.0105. DESIGNATION OF MARKET AREA. (a) For
 19-6 purposes of Section 478.0102(a)(1), the office shall designate as a
 19-7 market area for an event each area in which the office determines
 19-8 there is a reasonable likelihood of measurable economic impact
 19-9 directly attributable to the preparation for and presentation of
 19-10 the event. The office shall include areas likely to provide venues,
 19-11 accommodations, and services in connection with the event based on
 19-12 the proposal the local organizing committee provides to the office.

19-13 (b) The office shall determine the geographic boundaries of
 19-14 each market area.

19-15 (c) An endorsing municipality or endorsing county selected
 19-16 as the site for an event must be included in a market area for the
 19-17 event. (V.A.C.S. Art. 5190.14, Sec. 5A(c).)

19-18 Sec. 478.0106. ESTIMATE OF TAX REVENUE CREDITED TO FUND.

19-19 (a) Not later than the 30th day after the date a local organizing
 19-20 committee, endorsing municipality, or endorsing county submits a
 19-21 request for a determination of the incremental increase in tax
 19-22 receipts under Section 478.0102, the office shall provide an
 19-23 estimate of the total amount of tax revenue that would be deposited
 19-24 to the fund under this chapter in connection with that event if the
 19-25 event were held in this state at a site selected in accordance with
 19-26 an application by a local organizing committee, endorsing
 19-27 municipality, or endorsing county.

19-28 (b) A local organizing committee, endorsing municipality,
 19-29 or endorsing county may submit the office's estimate to a site
 19-30 selection organization. (V.A.C.S. Art. 5190.14, Sec. 5A(j).)

19-31 Sec. 478.0107. ECONOMIC IMPACT STUDY. (a) Not later than
 19-32 the 10th month after the last day of an event eligible for
 19-33 disbursements from the fund, using existing resources, the office
 19-34 shall complete a study in the market area of the event on the
 19-35 measurable economic impact directly attributable to the
 19-36 preparation for and presentation of the event.

19-37 (b) The office shall post on the office's Internet website:

19-38 (1) the results of the study conducted under
 19-39 Subsection (a), including any source documentation or other
 19-40 information on which the office relied for the study;

19-41 (2) the incremental increase in tax receipts for the
 19-42 event determined under Section 478.0102 and any source
 19-43 documentation or information described by Section 478.0251 on which
 19-44 the office relied to determine that increase;

19-45 (3) the documentation described by Section
 19-46 478.0101(3); and

19-47 (4) documentation verifying that:

19-48 (A) a request submitted under Section 478.0101 is
 19-49 complete and certified as complete by the office;

19-50 (B) the office considered the information
 19-51 submitted by a local organizing committee, endorsing municipality,
 19-52 or endorsing county to determine the incremental increase in tax
 19-53 receipts under Section 478.0102 as required by Section 478.0102(b);
 19-54 and

19-55 (C) each deadline established under this chapter
 19-56 was met. (V.A.C.S. Art. 5190.14, Sec. 5A(w).)

19-57 Sec. 478.0108. DISTRIBUTION AND PUBLICATION OF PLAN TO
 19-58 PREVENT TRAFFICKING OF PERSONS IN CONNECTION WITH EVENT. The
 19-59 office of the attorney general may:

19-60 (1) distribute the plan required by Section
 19-61 478.0051(b)(5) to appropriate law enforcement agencies and the
 19-62 office of the governor; and

19-63 (2) publish the plan on the Internet website of the
 19-64 office of the attorney general. (V.A.C.S. Art. 5190.14, Sec.
 19-65 5A(a-4).)

19-66 SUBCHAPTER D. FUND ESTABLISHMENT AND CONTRIBUTIONS

19-67 Sec. 478.0151. MAJOR EVENTS REIMBURSEMENT PROGRAM FUND.
 19-68 The major events reimbursement program fund is established outside
 19-69 the state treasury and is held in trust by the comptroller for

20-1 administration of this subtitle. (V.A.C.S. Art. 5190.14, Sec. 5A(d)
20-2 (part).)

20-3 Sec. 478.0152. DEPOSIT OF MUNICIPAL AND COUNTY TAX REVENUE.

20-4 (a) Each endorsing municipality or endorsing county participating
20-5 in the program shall remit to the comptroller and the comptroller
20-6 shall deposit into a trust fund created by the comptroller, at the
20-7 direction of the office, and designated as the major events
20-8 reimbursement program fund the amount of the municipality's or
20-9 county's hotel occupancy tax revenue determined under Section
20-10 478.0102(a)(4) or (5), less any amount of the revenue that the
20-11 municipality or county determines is necessary to meet the
20-12 obligations of the municipality or county.

20-13 (b) The comptroller, at the direction of the office, shall
20-14 retain the amount of sales and use tax revenue and mixed beverage
20-15 tax revenue determined under Section 478.0102(a)(2) or (3) from the
20-16 amounts otherwise required to be sent to the municipality under
20-17 Sections 321.502 and 183.051(b), Tax Code, or to the county under
20-18 Sections 323.502 and 183.051(b), Tax Code, less any amount of the
20-19 revenue that the municipality or county determines is necessary to
20-20 meet the obligations of the municipality or county, and shall
20-21 deposit the retained tax revenue to the fund.

20-22 (c) The comptroller shall begin retaining and depositing
20-23 the municipal and county tax revenue:

20-24 (1) with the first distribution of that tax revenue
20-25 that occurs after the first day of the one-year period described by
20-26 Section 478.0102(a); or

20-27 (2) at a time the office otherwise determines to be
20-28 practicable.

20-29 (d) The comptroller shall discontinue retaining the
20-30 municipal and county tax revenue when the amount of the applicable
20-31 tax revenue determined under Section 478.0102(a)(2) or (3) has been
20-32 retained. (V.A.C.S. Art. 5190.14, Sec. 5A(d) (part).)

20-33 Sec. 478.0153. OTHER LOCAL MONEY. (a) In lieu of the
20-34 municipal and county tax revenues remitted or retained under
20-35 Section 478.0152, an endorsing municipality or endorsing county may
20-36 remit to the office for deposit to the fund other local money in an
20-37 amount equal to the total amount of municipal and county tax revenue
20-38 determined under Sections 478.0102(a)(2)-(5).

20-39 (b) An endorsing municipality or endorsing county must
20-40 remit the other local money not later than the 90th day after the
20-41 last day of an event eligible for funding under the program.

20-42 (c) For purposes of Section 478.0155, the amount deposited
20-43 under this section is considered remitted local revenue. (V.A.C.S.
20-44 Art. 5190.14, Sec. 5A(d-1).)

20-45 Sec. 478.0154. SURCHARGES AND USER FEES. An endorsing
20-46 municipality or endorsing county may collect and remit to the
20-47 office surcharges and user fees attributable to an event for
20-48 deposit to the fund. (V.A.C.S. Art. 5190.14, Sec. 5A(e) (part).)

20-49 Sec. 478.0155. STATE TAX REVENUE. (a) The comptroller, at
20-50 the direction of the office, shall transfer to the fund a portion of
20-51 the state tax revenue in an amount equal to the prevailing state
20-52 sales tax rate multiplied by the amount of the local revenue
20-53 retained or remitted under this chapter, including:

- 20-54 (1) local sales and use tax revenue;
- 20-55 (2) mixed beverage tax revenue;
- 20-56 (3) hotel occupancy tax revenue; and
- 20-57 (4) surcharge and user fee revenue.

20-58 (b) The amount transferred under Subsection (a) may not
20-59 exceed the incremental increase in tax receipts determined under
20-60 Section 478.0102(a)(1). (V.A.C.S. Art. 5190.14, Sec. 5A(f).)

20-61 SUBCHAPTER E. DISBURSEMENTS FROM FUND

20-62 Sec. 478.0201. DISBURSEMENT WITHOUT APPROPRIATION. Money
20-63 in the fund may be disbursed by the office without appropriation
20-64 only as provided by this chapter. (V.A.C.S. Art. 5190.14, Sec.
20-65 5A(d) (part).)

20-66 Sec. 478.0202. DISBURSEMENT FROM FUND. (a) After approval
20-67 of each contributing endorsing municipality and endorsing county,
20-68 the office may make a disbursement from the fund for a purpose for
20-69 which a local organizing committee, an endorsing municipality, an

21-1 endorsing county, or this state is obligated under a games support
21-2 contract or event support contract.

21-3 (b) In considering whether to make a disbursement from the
21-4 fund, the office may not consider a contingency clause in an event
21-5 support contract as relieving a local organizing committee's,
21-6 endorsing municipality's, or endorsing county's obligation to pay a
21-7 cost under the contract.

21-8 (c) If the office makes a disbursement from the fund, the
21-9 office shall satisfy the obligation proportionately from the local
21-10 and state revenue in the fund. (V.A.C.S. Art. 5190.14, Secs. 5A(k)
21-11 (part), (1).)

21-12 Sec. 478.0203. REDUCTION OF DISBURSEMENT AMOUNT. (a)
21-13 After the conclusion of an event, the office shall compare
21-14 information on the actual attendance figures provided under Section
21-15 478.0251 with the estimated attendance numbers used to determine
21-16 the incremental increase in tax receipts under Section 478.0102.
21-17 If the actual attendance figures are significantly lower than the
21-18 estimated attendance numbers, the office may reduce the amount of a
21-19 disbursement from the fund for an endorsing entity:

21-20 (1) in proportion to the discrepancy between the
21-21 actual and estimated attendance; and

21-22 (2) in proportion to the amount the entity contributed
21-23 to the fund.

21-24 (b) The office by rule shall:

21-25 (1) define "significantly lower" for purposes of this
21-26 section; and

21-27 (2) provide the manner in which the office may
21-28 proportionately reduce a disbursement.

21-29 (c) This section does not affect the remittance under
21-30 Section 478.0207 of any money remaining in the fund. (V.A.C.S. Art.
21-31 5190.14, Sec. 5A(y).)

21-32 Sec. 478.0204. ALLOWABLE EXPENSES. (a) Money in the fund
21-33 may be used to:

21-34 (1) pay the principal of and interest on notes issued
21-35 under Section 478.0252; and

21-36 (2) fulfill obligations of an endorsing municipality,
21-37 an endorsing county, or this state to a site selection organization
21-38 under a games support contract or event support contract.

21-39 (b) Subject to Sections 478.0202 and 478.0205, the
21-40 obligations described by Subsection (a)(2) may include the payment
21-41 of:

21-42 (1) the costs relating to the preparations necessary
21-43 or desirable for conducting the event; and

21-44 (2) the costs of conducting the event, including the
21-45 costs of an improvement or renovation to an existing facility and
21-46 the costs of the acquisition or construction of a new facility or
21-47 other facility. (V.A.C.S. Art. 5190.14, Sec. 5A(h).)

21-48 Sec. 478.0205. LIMITATION ON CERTAIN DISBURSEMENTS. (a) A
21-49 disbursement from the fund is limited to five percent of the cost of
21-50 a structural improvement or a fixture if:

21-51 (1) an obligation is incurred under a games support
21-52 contract or event support contract to make the improvement or add
21-53 the fixture to a site for an event; and

21-54 (2) the improvement or fixture is expected to derive
21-55 most of its value in subsequent uses of the site for future events.

21-56 (b) The remainder of an obligation described by Subsection
21-57 (a) is not eligible for a disbursement from the fund, unless the
21-58 obligation is for an improvement or fixture for a publicly owned
21-59 facility. (V.A.C.S. Art. 5190.14, Sec. 5A(k) (part).)

21-60 Sec. 478.0206. PROHIBITED DISBURSEMENT. The office may not
21-61 make a disbursement from the fund that the office determines would
21-62 be used to solicit the relocation of a professional sports
21-63 franchise located in this state. (V.A.C.S. Art. 5190.14, Sec.
21-64 5A(k) (part).)

21-65 Sec. 478.0207. REMITTANCE OF REMAINING FUND MONEY. On
21-66 payment of all municipal, county, or state obligations under a
21-67 games support contract or event support contract related to the
21-68 location of an event in this state, the office shall remit to each
21-69 endorsing entity, in proportion to the amount contributed by the

22-1 entity, any money remaining in the fund. (V.A.C.S. Art. 5190.14,
22-2 Sec. 5A(m).)

22-3 SUBCHAPTER F. LOCAL POWERS AND DUTIES RELATING TO EVENTS

22-4 Sec. 478.0251. REQUIRED INFORMATION. (a) A local
22-5 organizing committee, endorsing municipality, or endorsing county
22-6 shall provide information required by the office to fulfill the
22-7 office's duties under this chapter, including:

22-8 (1) annual audited statements of any financial records
22-9 required by a site selection organization; and

22-10 (2) data obtained by the local organizing committee,
22-11 an endorsing municipality, or an endorsing county relating to:

22-12 (A) attendance at the event, including an
22-13 estimate of the number of people expected to attend the event who
22-14 are not residents of this state; and

22-15 (B) the economic impact of the event.

22-16 (b) A local organizing committee, endorsing municipality,
22-17 or endorsing county must provide an annual audited financial
22-18 statement required by the office not later than the end of the
22-19 fourth month after the last day of the period covered by the
22-20 financial statement.

22-21 (c) After the conclusion of an event and on the office's
22-22 request, a local organizing committee, endorsing municipality, or
22-23 endorsing county must provide information about the event, such as
22-24 attendance figures, including an estimate of the number of people
22-25 who attended the event who are not residents of this state,
22-26 financial information, or other public information held by the
22-27 committee, municipality, or county that the office considers
22-28 necessary. (V.A.C.S. Art. 5190.14, Sec. 5A(i).)

22-29 Sec. 478.0252. ISSUANCE OF NOTES. (a) To meet its
22-30 obligations under a games support contract or event support
22-31 contract to improve, construct, renovate, or acquire facilities or
22-32 to acquire equipment, an endorsing municipality by ordinance or an
22-33 endorsing county by order may authorize the issuance of notes.

22-34 (b) An endorsing municipality or endorsing county may
22-35 provide that the notes be paid from and secured by:

22-36 (1) amounts on deposit or amounts to be deposited to
22-37 the fund; or

22-38 (2) surcharges from user fees charged in connection
22-39 with the event, including parking or ticket fees.

22-40 (c) A note issued must mature not later than the seventh
22-41 anniversary of the date of issuance. (V.A.C.S. Art. 5190.14, Sec.
22-42 5A(g).)

22-43 Sec. 478.0253. PLEDGE OF SURCHARGES TO GUARANTEE
22-44 OBLIGATIONS. An endorsing municipality or endorsing county may
22-45 guarantee its obligations under an event support contract and this
22-46 chapter by pledging, in addition to the tax revenue deposited under
22-47 Section 478.0152, surcharges from user fees charged in connection
22-48 with the event, including parking or ticket fees. (V.A.C.S. Art.
22-49 5190.14, Sec. 5A(e) (part).)

22-50 CHAPTER 479. MOTOR SPORTS RACING TRUST FUND

22-51 SUBCHAPTER A. GENERAL PROVISIONS

22-52 Sec. 479.0001. DEFINITIONS

22-53 Sec. 479.0002. CONSTRUCTION OF CHAPTER

22-54 Sec. 479.0003. APPLICABILITY OF PROVISIONS RELATING TO
22-55 GAMES

22-56 SUBCHAPTER B. STATE ACTIONS RELATING TO MOTOR SPORTS RACING EVENTS

22-57 Sec. 479.0051. PREREQUISITES FOR OFFICE ACTION

22-58 Sec. 479.0052. DETERMINATION OF INCREMENTAL INCREASE
22-59 IN CERTAIN TAX RECEIPTS

22-60 Sec. 479.0053. TIME FOR DETERMINATION

22-61 Sec. 479.0054. DESIGNATION OF MARKET AREA

22-62 Sec. 479.0055. ESTIMATE OF TAX REVENUE CREDITED TO
22-63 TRUST FUND

22-64 SUBCHAPTER C. TRUST FUND ESTABLISHMENT AND CONTRIBUTIONS

22-65 Sec. 479.0101. MOTOR SPORTS RACING TRUST FUND

22-66 Sec. 479.0102. DEPOSIT OF MUNICIPAL AND COUNTY TAX
22-67 REVENUE

22-68 Sec. 479.0103. STATE TAX REVENUE

SUBCHAPTER D. DISBURSEMENTS FROM TRUST FUND

- 23-1
 23-2 Sec. 479.0151. DISBURSEMENT WITHOUT APPROPRIATION
 23-3 Sec. 479.0152. DISBURSEMENT FROM TRUST FUND
 23-4 Sec. 479.0153. ALLOWABLE EXPENSES
 23-5 Sec. 479.0154. PROHIBITED DISBURSEMENT
 23-6 Sec. 479.0155. REMITTANCE OF REMAINING TRUST FUND
 23-7 MONEY

SUBCHAPTER E. LOCAL POWERS AND DUTIES RELATING TO MOTOR SPORTS RACING EVENTS

- 23-8
 23-9
 23-10 Sec. 479.0201. REQUIRED INFORMATION
 23-11 Sec. 479.0202. ISSUANCE OF NOTES
 23-12 Sec. 479.0203. PLEDGE OF SURCHARGES TO GUARANTEE
 23-13 OBLIGATIONS

CHAPTER 479. MOTOR SPORTS RACING TRUST FUND

SUBCHAPTER A. GENERAL PROVISIONS

23-16 Sec. 479.0001. DEFINITIONS. In this chapter:

23-17 (1) "Endorsing county" means a county that contains a
 23-18 site selected by a site selection organization for a motor sports
 23-19 racing event.

23-20 (2) "Endorsing municipality" means a municipality
 23-21 that contains a site selected by a site selection organization for a
 23-22 motor sports racing event.

23-23 (3) "Event support contract" means a joinder
 23-24 undertaking, joinder agreement, or similar contract executed by a
 23-25 site selection organization and an endorsing municipality or
 23-26 endorsing county.

23-27 (4) "Motor sports racing event" means a specific
 23-28 automobile racing event sanctioned by the Automobile Competition
 23-29 Committee for the United States (ACCUS) and held at a temporary
 23-30 event venue. The term includes an event or activity held,
 23-31 sponsored, or endorsed by the site selection organization in
 23-32 conjunction with the racing event.

23-33 (5) "Trust fund" means the motor sports racing trust
 23-34 fund established by this chapter. (V.A.C.S. Art. 5190.14, Sec.
 23-35 5B(a); New.)

23-36 Sec. 479.0002. CONSTRUCTION OF CHAPTER. This chapter may
 23-37 not be construed as creating or requiring a state guarantee of an
 23-38 obligation imposed on an endorsing municipality, an endorsing
 23-39 county, or this state under a motor sports racing event support
 23-40 contract or another agreement relating to hosting a motor sports
 23-41 racing event in this state. (V.A.C.S. Art. 5190.14, Sec. 5B(n).)

23-42 Sec. 479.0003. APPLICABILITY OF PROVISIONS RELATING TO
 23-43 GAMES. Any provision of this subtitle applicable to games as
 23-44 defined by Section 475.0001 also applies to a motor sports racing
 23-45 event. (V.A.C.S. Art. 5190.14, Sec. 5B(p).)

SUBCHAPTER B. STATE ACTIONS RELATING TO MOTOR SPORTS RACING EVENTS

23-47 Sec. 479.0051. PREREQUISITES FOR OFFICE ACTION. The office
 23-48 may not undertake any duty imposed by this chapter unless:

23-49 (1) the municipality and county in which a motor
 23-50 sports racing event will be held submit a request; and

23-51 (2) the request is accompanied by documentation from a
 23-52 site selection organization selecting the site for the racing
 23-53 event. (V.A.C.S. Art. 5190.14, Sec. 5B(o).)

23-54 Sec. 479.0052. DETERMINATION OF INCREMENTAL INCREASE IN
 23-55 CERTAIN TAX RECEIPTS. (a) After a site selection organization
 23-56 selects a site for a motor sports racing event in this state in
 23-57 accordance with an application by a local organizing committee,
 23-58 endorsing municipality, or endorsing county, the office shall
 23-59 determine the incremental increases in the following tax receipts
 23-60 that the office determines are directly attributable to the
 23-61 preparation for and presentation of the racing event for the 30-day
 23-62 period that ends at the end of the day after the date on which the
 23-63 racing event will be held:

23-64 (1) the receipts to this state from taxes imposed
 23-65 under Chapters 151, 152, 156, and 183, Tax Code, and under Title 5,
 23-66 Alcoholic Beverage Code, in the market areas designated under
 23-67 Section 479.0054;

23-68 (2) the receipts collected by this state for each
 23-69 endorsing municipality in the market area from the sales and use tax

24-1 imposed by each endorsing municipality under Section 321.101(a),
 24-2 Tax Code, and the mixed beverage tax revenue to be received by each
 24-3 endorsing municipality under Section 183.051(b), Tax Code;

24-4 (3) the receipts collected by this state for each
 24-5 endorsing county in the market area from the sales and use tax
 24-6 imposed by each endorsing county under Section 323.101(a), Tax
 24-7 Code, and the mixed beverage tax revenue to be received by each
 24-8 endorsing county under Section 183.051(b), Tax Code;

24-9 (4) the receipts collected by each endorsing
 24-10 municipality in the market area from the hotel occupancy tax
 24-11 imposed under Chapter 351, Tax Code; and

24-12 (5) the receipts collected by each endorsing county in
 24-13 the market area from the hotel occupancy tax imposed under Chapter
 24-14 352, Tax Code.

24-15 (b) The office shall make the determination required by
 24-16 Subsection (a) in accordance with procedures the office develops.
 24-17 (V.A.C.S. Art. 5190.14, Sec. 5B(b) (part).)

24-18 Sec. 479.0053. TIME FOR DETERMINATION. The office shall
 24-19 determine the incremental increase in tax receipts under Section
 24-20 479.0052 not later than three months before the date of the motor
 24-21 sports racing event. (V.A.C.S. Art. 5190.14, Sec. 5B(b) (part).)

24-22 Sec. 479.0054. DESIGNATION OF MARKET AREA. (a) For
 24-23 purposes of Section 479.0052(a)(1), the office shall designate as a
 24-24 market area for a motor sports racing event each area in which the
 24-25 office determines there is a reasonable likelihood of measurable
 24-26 economic impact directly attributable to the preparation for and
 24-27 presentation of the racing event. The office shall include areas
 24-28 likely to provide venues, accommodations, and services in
 24-29 connection with the racing event based on a proposal or other
 24-30 information a local organizing committee, endorsing municipality,
 24-31 or endorsing county provides to the office.

24-32 (b) The office shall determine the geographic boundaries of
 24-33 each market area.

24-34 (c) An endorsing municipality or endorsing county selected
 24-35 as the site for the motor sports racing event must be included in a
 24-36 market area for the racing event. (V.A.C.S. Art. 5190.14, Sec.
 24-37 5B(c).)

24-38 Sec. 479.0055. ESTIMATE OF TAX REVENUE CREDITED TO TRUST
 24-39 FUND. (a) Not later than three months before the date of a motor
 24-40 sports racing event, the office shall provide an estimate of the
 24-41 total amount of tax revenue that would be transferred or deposited
 24-42 to the trust fund under this chapter in connection with that racing
 24-43 event if the racing event were held in this state at a site selected
 24-44 in accordance with an application by a local organizing committee,
 24-45 endorsing municipality, or endorsing county.

24-46 (b) The office shall provide the estimate on request to a
 24-47 local organizing committee, endorsing municipality, or endorsing
 24-48 county.

24-49 (c) A local organizing committee, endorsing municipality,
 24-50 or endorsing county may submit the office's estimate to a site
 24-51 selection organization. (V.A.C.S. Art. 5190.14, Sec. 5B(j).)

24-52 SUBCHAPTER C. TRUST FUND ESTABLISHMENT AND CONTRIBUTIONS

24-53 Sec. 479.0101. MOTOR SPORTS RACING TRUST FUND. The motor
 24-54 sports racing trust fund is established outside the state treasury
 24-55 and is held in trust by the comptroller for administration of this
 24-56 chapter. (V.A.C.S. Art. 5190.14, Sec. 5B(d) (part).)

24-57 Sec. 479.0102. DEPOSIT OF MUNICIPAL AND COUNTY TAX REVENUE.
 24-58 (a) Each endorsing municipality or endorsing county shall remit to
 24-59 the comptroller and the comptroller shall deposit into a trust fund
 24-60 created by the comptroller, at the direction of the office, and
 24-61 designated as the motor sports racing trust fund for the motor
 24-62 sports racing event the amount of the municipality's or county's
 24-63 hotel occupancy tax revenue determined under Section
 24-64 479.0052(a)(4) or (5), less any amount of the revenue that the
 24-65 municipality or county determines is necessary to meet the
 24-66 obligations of the municipality or county.

24-67 (b) The comptroller, at the direction of the office, shall
 24-68 retain the amount of sales and use tax revenue and mixed beverage
 24-69 tax revenue determined under Section 479.0052(a)(2) or (3) from the

25-1 amounts otherwise required to be sent to the municipality under
 25-2 Sections 321.502 and 183.051(b), Tax Code, or to the county under
 25-3 Sections 323.502 and 183.051(b), Tax Code, less any amount of the
 25-4 revenue that the municipality or county determines is necessary to
 25-5 meet the obligations of the municipality or county, and shall
 25-6 deposit the retained tax revenue to the trust fund.

25-7 (c) The comptroller shall begin retaining and depositing
 25-8 the municipal and county tax revenue with the first distribution of
 25-9 that tax revenue that occurs after the first day of the period
 25-10 described by Section 479.0052(a).

25-11 (d) The comptroller shall discontinue retaining the
 25-12 municipal and county tax revenue when the amount of the applicable
 25-13 tax revenue determined under Section 479.0052(a)(2) or (3) has been
 25-14 retained. (V.A.C.S. Art. 5190.14, Sec. 5B(d) (part).)

25-15 Sec. 479.0103. STATE TAX REVENUE. The comptroller, at the
 25-16 direction of the office, shall transfer to the trust fund a portion
 25-17 of the state tax revenue determined under Section 479.0052(a)(1) in
 25-18 an amount equal to 6.25 multiplied by the amount of the municipal
 25-19 and county sales and use tax revenue and mixed beverage tax revenue
 25-20 retained and the hotel occupancy tax revenue remitted by an
 25-21 endorsing municipality or endorsing county under Section 479.0102.
 25-22 (V.A.C.S. Art. 5190.14, Sec. 5B(f).)

25-23 SUBCHAPTER D. DISBURSEMENTS FROM TRUST FUND

25-24 Sec. 479.0151. DISBURSEMENT WITHOUT APPROPRIATION. Money
 25-25 in the trust fund may be disbursed by the office without
 25-26 appropriation only as provided by this chapter. (V.A.C.S. Art.
 25-27 5190.14, Sec. 5B(d) (part).)

25-28 Sec. 479.0152. DISBURSEMENT FROM TRUST FUND. (a) After
 25-29 approval of each contributing endorsing municipality and endorsing
 25-30 county, the office may make a disbursement from the trust fund for a
 25-31 purpose for which an endorsing municipality, an endorsing county,
 25-32 or this state is obligated under a motor sports racing event support
 25-33 contract or event support contract.

25-34 (b) If the office makes a disbursement from the trust fund,
 25-35 the office shall satisfy the obligation proportionately from the
 25-36 municipal, county, and state revenue in the trust fund. (V.A.C.S.
 25-37 Art. 5190.14, Secs. 5B(k) (part), (l).)

25-38 Sec. 479.0153. ALLOWABLE EXPENSES. (a) Money in the trust
 25-39 fund may be used to:

25-40 (1) pay the principal of and interest on notes issued
 25-41 under Section 479.0202; and

25-42 (2) fulfill obligations of an endorsing municipality,
 25-43 an endorsing county, or this state to a site selection organization
 25-44 under a motor sports racing event support contract or event support
 25-45 contract.

25-46 (b) The obligations described by Subsection (a)(2) may
 25-47 include the payment of:

25-48 (1) the costs relating to the preparations necessary
 25-49 or desirable for conducting the motor sports racing event; and

25-50 (2) the costs of conducting the racing event,
 25-51 including costs of a temporary improvement or temporary renovation
 25-52 to an existing facility specific to the racing event. (V.A.C.S.
 25-53 Art. 5190.14, Sec. 5B(h).)

25-54 Sec. 479.0154. PROHIBITED DISBURSEMENT. The office may not
 25-55 make a disbursement from the trust fund that the office determines
 25-56 would be used to solicit the relocation of a professional sports
 25-57 franchise located in this state. (V.A.C.S. Art. 5190.14, Sec.
 25-58 5B(k) (part).)

25-59 Sec. 479.0155. REMITTANCE OF REMAINING TRUST FUND MONEY.
 25-60 On payment of all municipal, county, or state obligations under a
 25-61 motor sports racing event support contract or event support
 25-62 contract related to the location of a motor sports racing event in
 25-63 this state, the office shall remit to each endorsing entity, in
 25-64 proportion to the amount contributed by the entity, any money
 25-65 remaining in the trust fund. (V.A.C.S. Art. 5190.14, Sec. 5B(m).)

25-66 SUBCHAPTER E. LOCAL POWERS AND DUTIES RELATING TO MOTOR SPORTS
 25-67 RACING EVENTS

25-68 Sec. 479.0201. REQUIRED INFORMATION. (a) A local
 25-69 organizing committee, endorsing municipality, or endorsing county

26-1 shall provide information required by the office to fulfill the
 26-2 office's duties under this chapter, including:
 26-3 (1) annual audited statements of any financial records
 26-4 required by a site selection organization; and
 26-5 (2) data obtained by the local organizing committee,
 26-6 an endorsing municipality, or an endorsing county relating to:
 26-7 (A) attendance at the motor sports racing event;
 26-8 and
 26-9 (B) the economic impact of the racing event.
 26-10 (b) A local organizing committee, endorsing municipality,
 26-11 or endorsing county must provide any annual audited financial
 26-12 statement required by the office not later than the end of the
 26-13 fourth month after the last day of the period covered by the
 26-14 financial statement. (V.A.C.S. Art. 5190.14, Sec. 5B(i).)
 26-15 Sec. 479.0202. ISSUANCE OF NOTES. (a) To meet its
 26-16 obligations under a motor sports racing event support contract or
 26-17 event support contract to improve, renovate, or acquire facilities
 26-18 or to acquire equipment, an endorsing municipality by ordinance or
 26-19 an endorsing county by order may authorize the issuance of notes.
 26-20 (b) An endorsing municipality or endorsing county may
 26-21 provide that the notes be paid from and secured by:
 26-22 (1) amounts on deposit or amounts to be transferred or
 26-23 deposited to the trust fund; or
 26-24 (2) surcharges from user fees charged in connection
 26-25 with the motor sports racing event, including parking or ticket
 26-26 fees.
 26-27 (c) A note issued must mature not later than the seventh
 26-28 anniversary of the date of issuance. (V.A.C.S. Art. 5190.14, Sec.
 26-29 5B(g).)
 26-30 Sec. 479.0203. PLEDGE OF SURCHARGES TO GUARANTEE
 26-31 OBLIGATIONS. An endorsing municipality or endorsing county may
 26-32 guarantee its obligations under a motor sports racing event support
 26-33 contract and this chapter by pledging, in addition to the tax
 26-34 revenue deposited under Section 479.0102, surcharges from user fees
 26-35 charged in connection with the motor sports racing event, including
 26-36 parking or ticket fees. (V.A.C.S. Art. 5190.14, Sec. 5B(e).)
 26-37 CHAPTER 480. EVENTS TRUST FUND
 26-38 SUBCHAPTER A. GENERAL PROVISIONS
 26-39 Sec. 480.0001. DEFINITIONS
 26-40 Sec. 480.0002. RULES
 26-41 Sec. 480.0003. CONSTRUCTION OF CHAPTER
 26-42 SUBCHAPTER B. ELIGIBILITY
 26-43 Sec. 480.0051. EVENTS ELIGIBLE FOR FUNDING
 26-44 Sec. 480.0052. LIMITATIONS ON CERTAIN FUNDING REQUESTS
 26-45 SUBCHAPTER C. STATE ACTIONS RELATING TO EVENTS
 26-46 Sec. 480.0101. PREREQUISITES FOR OFFICE ACTION
 26-47 Sec. 480.0102. DETERMINATION OF INCREMENTAL INCREASE
 26-48 IN CERTAIN TAX RECEIPTS
 26-49 Sec. 480.0103. TIME FOR DETERMINATION
 26-50 Sec. 480.0104. DESIGNATION OF MARKET AREA
 26-51 Sec. 480.0105. ESTIMATE OF TAX REVENUE CREDITED TO
 26-52 FUND
 26-53 Sec. 480.0106. MODEL EVENT SUPPORT CONTRACT
 26-54 SUBCHAPTER D. FUND ESTABLISHMENT AND CONTRIBUTIONS
 26-55 Sec. 480.0151. EVENTS TRUST FUND
 26-56 Sec. 480.0152. DEPOSIT OF MUNICIPAL AND COUNTY TAX
 26-57 REVENUE
 26-58 Sec. 480.0153. OTHER LOCAL MONEY
 26-59 Sec. 480.0154. SURCHARGES AND USER FEES
 26-60 Sec. 480.0155. STATE TAX REVENUE
 26-61 SUBCHAPTER E. DISBURSEMENTS FROM FUND
 26-62 Sec. 480.0201. DISBURSEMENT WITHOUT APPROPRIATION
 26-63 Sec. 480.0202. DISBURSEMENT FROM FUND
 26-64 Sec. 480.0203. REDUCTION OF DISBURSEMENT AMOUNT
 26-65 Sec. 480.0204. ALLOWABLE EXPENSES
 26-66 Sec. 480.0205. LIMITATION ON CERTAIN DISBURSEMENTS
 26-67 Sec. 480.0206. PROHIBITED DISBURSEMENTS
 26-68 Sec. 480.0207. REMITTANCE OF REMAINING FUND MONEY

27-1 SUBCHAPTER F. LOCAL POWERS AND DUTIES RELATING TO EVENTS
27-2 Sec. 480.0251. REQUIRED INFORMATION
27-3 Sec. 480.0252. ISSUANCE OF NOTES
27-4 Sec. 480.0253. PLEDGE OF SURCHARGES TO GUARANTEE
27-5 OBLIGATIONS
27-6 CHAPTER 480. EVENTS TRUST FUND
27-7 SUBCHAPTER A. GENERAL PROVISIONS
27-8 Sec. 480.0001. DEFINITIONS. In this chapter:
27-9 (1) "Endorsing county" means a county that contains a
27-10 site selected by a site selection organization for an event.
27-11 (2) "Endorsing municipality" means a municipality
27-12 that contains a site selected by a site selection organization for
27-13 an event.
27-14 (3) "Event" means an event or related series of events
27-15 to be held in this state for which a local organizing committee,
27-16 endorsing municipality, or endorsing county seeks approval from a
27-17 site selection organization to hold the event at a site in this
27-18 state. The term includes any activity related to or associated with
27-19 the event.
27-20 (4) "Event support contract" means a joinder
27-21 undertaking, a joinder agreement, or a similar contract executed by
27-22 a site selection organization and a local organizing committee, an
27-23 endorsing municipality, or an endorsing county.
27-24 (5) "Site selection organization" means an entity that
27-25 conducts or considers conducting in this state an event eligible
27-26 under Section 480.0051. (V.A.C.S. Art. 5190.14, Sec. 5C(a).)
27-27 Sec. 480.0002. RULES. The office may adopt rules necessary
27-28 to implement this chapter. (V.A.C.S. Art. 5190.14, Sec. 5C(p).)
27-29 Sec. 480.0003. CONSTRUCTION OF CHAPTER. This chapter may
27-30 not be construed as creating or requiring a state guarantee of an
27-31 obligation imposed on an endorsing municipality, an endorsing
27-32 county, or this state under an event support contract or another
27-33 agreement relating to hosting an event in this state. (V.A.C.S.
27-34 Art. 5190.14, Sec. 5C(n).)
27-35 SUBCHAPTER B. ELIGIBILITY
27-36 Sec. 480.0051. EVENTS ELIGIBLE FOR FUNDING. An event is
27-37 eligible for funding under this chapter only if:
27-38 (1) a site selection organization, after considering
27-39 through a highly competitive selection process one or more sites
27-40 not in this state, selects a site in this state for the event to be
27-41 held:
27-42 (A) one time; or
27-43 (B) if the event is scheduled under an event
27-44 contract or event support contract to be held each year for a period
27-45 of years, one time in each year;
27-46 (2) a site selection organization selects a site in
27-47 this state as:
27-48 (A) the sole site for the event; or
27-49 (B) the sole site for the event in a region
27-50 composed of this state and one or more adjoining states; and
27-51 (3) the event is held not more than one time in any
27-52 year in this state or an adjoining state. (V.A.C.S. Art. 5190.14,
27-53 Sec. 5C(a-1).)
27-54 Sec. 480.0052. LIMITATIONS ON CERTAIN FUNDING REQUESTS.
27-55 (a) This section applies only to an event for which the office
27-56 determines under Section 480.0102 that the total incremental
27-57 increase in tax receipts is less than \$200,000.
27-58 (b) Subject to Subsection (c), an endorsing municipality or
27-59 endorsing county may during any 12-month period submit requests for
27-60 funding under this chapter for not more than 10 events to which this
27-61 section applies.
27-62 (c) Not more than three of the events described by
27-63 Subsection (b) may be nonsporting events. (V.A.C.S. Art. 5190.14,
27-64 Sec. 5C(b-1).)
27-65 SUBCHAPTER C. STATE ACTIONS RELATING TO EVENTS
27-66 Sec. 480.0101. PREREQUISITES FOR OFFICE ACTION. The office
27-67 may not undertake any duty imposed by this chapter unless:
27-68 (1) the municipality or county in which an event will
27-69 be located submits a request; and

28-1 (2) the request is accompanied by documentation from a
 28-2 site selection organization selecting the site for the event.
 28-3 (V.A.C.S. Art. 5190.14, Sec. 5C(o).)

28-4 Sec. 480.0102. DETERMINATION OF INCREMENTAL INCREASE IN
 28-5 CERTAIN TAX RECEIPTS. (a) After a site selection organization
 28-6 selects a site for an event in this state in accordance with an
 28-7 application by a local organizing committee, endorsing
 28-8 municipality, or endorsing county, the office shall determine the
 28-9 incremental increases in the following tax receipts that the office
 28-10 determines are directly attributable to the preparation for and
 28-11 presentation of the event for the 30-day period that ends at the end
 28-12 of the day after the date on which the event will be held or, if the
 28-13 event will be held on more than one day, after the last date on which
 28-14 the event will be held:

28-15 (1) the receipts to this state from taxes imposed
 28-16 under Chapters 151, 152, 156, and 183, Tax Code, and under Title 5,
 28-17 Alcoholic Beverage Code, in the market areas designated under
 28-18 Section 480.0104;

28-19 (2) the receipts collected by this state for each
 28-20 endorsing municipality in the market area from the sales and use tax
 28-21 imposed by each endorsing municipality under Section 321.101(a),
 28-22 Tax Code, and the mixed beverage tax revenue to be received by each
 28-23 endorsing municipality under Section 183.051(b), Tax Code;

28-24 (3) the receipts collected by this state for each
 28-25 endorsing county in the market area from the sales and use tax
 28-26 imposed by each endorsing county under Section 323.101(a), Tax
 28-27 Code, and the mixed beverage tax revenue to be received by each
 28-28 endorsing county under Section 183.051(b), Tax Code;

28-29 (4) the receipts collected by each endorsing
 28-30 municipality in the market area from the hotel occupancy tax
 28-31 imposed under Chapter 351, Tax Code; and

28-32 (5) the receipts collected by each endorsing county in
 28-33 the market area from the hotel occupancy tax imposed under Chapter
 28-34 352, Tax Code.

28-35 (b) The office shall make the determination required by
 28-36 Subsection (a) in accordance with procedures the office develops
 28-37 and shall base that determination on information submitted by a
 28-38 local organizing committee, endorsing municipality, or endorsing
 28-39 county.

28-40 (c) In determining the amount of state revenue available
 28-41 under Subsection (a)(1), the office may consider whether:

28-42 (1) the event has been previously held in this state;
 28-43 and

28-44 (2) changes to the character of the event could affect
 28-45 the incremental increase in tax receipts collected and remitted to
 28-46 this state by an endorsing municipality or endorsing county under
 28-47 Subsection (a)(1). (V.A.C.S. Art. 5190.14, Secs. 5C(b) (part),
 28-48 (c-1) (part), (q).)

28-49 Sec. 480.0103. TIME FOR DETERMINATION. The office shall
 28-50 determine the incremental increase in tax receipts under Section
 28-51 480.0102 not later than the earlier of:

28-52 (1) the 30th day after the date the office receives the
 28-53 information for an event submitted by a local organizing committee,
 28-54 endorsing municipality, or endorsing county on which the office
 28-55 bases the determination as provided by Section 480.0102(b); and

28-56 (2) three months before the date of the event.
 28-57 (V.A.C.S. Art. 5190.14, Secs. 5C(b) (part), (c-1) (part).)

28-58 Sec. 480.0104. DESIGNATION OF MARKET AREA. (a) For
 28-59 purposes of Section 480.0102(a)(1), the office shall designate as a
 28-60 market area for an event each area in which the office determines
 28-61 there is a reasonable likelihood of measurable economic impact
 28-62 directly attributable to the preparation for and presentation of
 28-63 the event. The office shall include areas likely to provide venues,
 28-64 accommodations, and services in connection with the event based on
 28-65 the proposal the local organizing committee provides to the office.

28-66 (b) The office shall determine the geographic boundaries of
 28-67 each market area.

28-68 (c) An endorsing municipality or endorsing county selected
 28-69 as the site for the event must be included in a market area for the

29-1 event. (V.A.C.S. Art. 5190.14, Sec. 5C(c).)

29-2 Sec. 480.0105. ESTIMATE OF TAX REVENUE CREDITED TO FUND.

29-3 (a) Not later than three months before the date of an event, the
29-4 office shall provide an estimate of the total amount of tax revenue
29-5 that would be transferred or deposited to the events trust fund
29-6 under this chapter in connection with that event if the event were
29-7 held in this state at a site selected in accordance with an
29-8 application by a local organizing committee, endorsing
29-9 municipality, or endorsing county.

29-10 (b) The office shall provide the estimate on request to a
29-11 local organizing committee, endorsing municipality, or endorsing
29-12 county.

29-13 (c) A local organizing committee, endorsing municipality,
29-14 or endorsing county may submit the office's estimate to a site
29-15 selection organization. (V.A.C.S. Art. 5190.14, Sec. 5C(j).)

29-16 Sec. 480.0106. MODEL EVENT SUPPORT CONTRACT. (a) The
29-17 office may adopt a model event support contract and make the
29-18 contract available on the office's Internet website.

29-19 (b) The office's adoption of a model event support contract
29-20 under this section does not require use of the model event support
29-21 contract for purposes of this chapter. (V.A.C.S. Art. 5190.14,
29-22 Sec. 5C(r).)

29-23 SUBCHAPTER D. FUND ESTABLISHMENT AND CONTRIBUTIONS

29-24 Sec. 480.0151. EVENTS TRUST FUND. The events trust fund is
29-25 established outside the state treasury and is held in trust by the
29-26 comptroller for administration of this chapter. (V.A.C.S. Art.
29-27 5190.14, Sec. 5C(d) (part).)

29-28 Sec. 480.0152. DEPOSIT OF MUNICIPAL AND COUNTY TAX REVENUE.

29-29 (a) Each endorsing municipality or endorsing county shall remit to
29-30 the comptroller and the comptroller shall deposit into a trust fund
29-31 created by the comptroller, at the direction of the office, and
29-32 designated as the events trust fund the amount of the
29-33 municipality's or county's hotel occupancy tax revenue determined
29-34 under Section 480.0102(a)(4) or (5), less any amount of the revenue
29-35 that the municipality or county determines is necessary to meet the
29-36 obligations of the municipality or county.

29-37 (b) The comptroller, at the direction of the office, shall
29-38 retain the amount of sales and use tax revenue and mixed beverage
29-39 tax revenue determined under Section 480.0102(a)(2) or (3) from the
29-40 amounts otherwise required to be sent to the municipality under
29-41 Sections 321.502 and 183.051(b), Tax Code, or to the county under
29-42 Sections 323.502 and 183.051(b), Tax Code, less any amount of the
29-43 revenue that the municipality or county determines is necessary to
29-44 meet the obligations of the municipality or county, and shall
29-45 deposit the retained tax revenue to the events trust fund.

29-46 (c) The comptroller shall begin retaining and depositing
29-47 the municipal and county tax revenue:

29-48 (1) with the first distribution of that tax revenue
29-49 that occurs after the first day of the period described by Section
29-50 480.0102(a); or

29-51 (2) at a time the office otherwise determines to be
29-52 practicable.

29-53 (d) The comptroller shall discontinue retaining the
29-54 municipal and county tax revenue when the amount of the applicable
29-55 tax revenue determined under Section 480.0102(a)(2) or (3) has been
29-56 retained. (V.A.C.S. Art. 5190.14, Sec. 5C(d) (part).)

29-57 Sec. 480.0153. OTHER LOCAL MONEY. (a) In lieu of the
29-58 municipal and county tax revenues remitted or retained under
29-59 Section 480.0152, an endorsing municipality or endorsing county may
29-60 remit to the office for deposit to the events trust fund other local
29-61 money in an amount equal to the total amount of municipal and county
29-62 tax revenue determined under Sections 480.0102(a)(2)-(5).

29-63 (b) An endorsing municipality or endorsing county must
29-64 remit the other local money not later than the 90th day after the
29-65 last day of an event.

29-66 (c) For purposes of Section 480.0155, the amount deposited
29-67 under this section is considered remitted municipal and county tax
29-68 revenue. (V.A.C.S. Art. 5190.14, Sec. 5C(d-1).)

29-69 Sec. 480.0154. SURCHARGES AND USER FEES. An endorsing

30-1 municipality or endorsing county may collect and remit to the
 30-2 office surcharges and user fees attributable to an event for
 30-3 deposit to the events trust fund. (V.A.C.S. Art. 5190.14, Sec.
 30-4 5C(e) (part).)

30-5 Sec. 480.0155. STATE TAX REVENUE. (a) The comptroller, at
 30-6 the direction of the office, shall transfer to the events trust fund
 30-7 a portion of the state tax revenue in an amount equal to 6.25
 30-8 multiplied by the amount of the municipal and county tax revenue
 30-9 retained or remitted under this chapter, including:

- 30-10 (1) local sales and use tax revenue;
- 30-11 (2) mixed beverage tax revenue;
- 30-12 (3) hotel occupancy tax revenue; and
- 30-13 (4) surcharge and user fee revenue.

30-14 (b) The amount transferred under Subsection (a) may not
 30-15 exceed the incremental increase in tax receipts determined under
 30-16 Section 480.0102(a)(1). (V.A.C.S. Art. 5190.14, Sec. 5C(f).)

30-17 SUBCHAPTER E. DISBURSEMENTS FROM FUND

30-18 Sec. 480.0201. DISBURSEMENT WITHOUT APPROPRIATION. Money
 30-19 in the events trust fund may be disbursed by the office without
 30-20 appropriation only as provided by this chapter. (V.A.C.S. Art.
 30-21 5190.14, Sec. 5C(d) (part).)

30-22 Sec. 480.0202. DISBURSEMENT FROM FUND. (a) After approval
 30-23 of each contributing endorsing municipality and endorsing county,
 30-24 the office may make a disbursement from the events trust fund for a
 30-25 purpose for which a local organizing committee, an endorsing
 30-26 municipality, an endorsing county, or this state is obligated under
 30-27 an event support contract, including an obligation to pay costs
 30-28 incurred in making preparations necessary for the event and
 30-29 conducting the event.

30-30 (b) In considering whether to make a disbursement from the
 30-31 events trust fund, the office may not consider a contingency clause
 30-32 in an event support contract as relieving a local organizing
 30-33 committee's, endorsing municipality's, or endorsing county's
 30-34 obligation to pay a cost under the contract.

30-35 (c) If the office makes a disbursement from the events trust
 30-36 fund, the office shall satisfy the obligation proportionately from
 30-37 the local and state revenue in the fund. (V.A.C.S. Art. 5190.14,
 30-38 Secs. 5C(k) (part), (l).)

30-39 Sec. 480.0203. REDUCTION OF DISBURSEMENT AMOUNT. (a)
 30-40 After the conclusion of an event, the office shall compare
 30-41 information on the actual attendance figures provided under Section
 30-42 480.0251 with the estimated attendance numbers used to determine
 30-43 the incremental increase in tax receipts under Section 480.0102.
 30-44 If the actual attendance figures are significantly lower than the
 30-45 estimated attendance numbers, the office may reduce the amount of a
 30-46 disbursement from the events trust fund for an endorsing entity:

- 30-47 (1) in proportion to the discrepancy between the
 30-48 actual and estimated attendance; and
- 30-49 (2) in proportion to the amount the entity contributed
 30-50 to the fund.

30-51 (b) The office by rule shall:

- 30-52 (1) define "significantly lower" for purposes of this
 30-53 section; and
- 30-54 (2) provide the manner in which the office may
 30-55 proportionately reduce a disbursement.

30-56 (c) This section does not affect the remittance under
 30-57 Section 480.0207 of any money remaining in the events trust fund.
 30-58 (V.A.C.S. Art. 5190.14, Sec. 5C(t).)

30-59 Sec. 480.0204. ALLOWABLE EXPENSES. (a) Money in the events
 30-60 trust fund may be used to:

- 30-61 (1) pay the principal of and interest on notes issued
 30-62 under Section 480.0252; and
- 30-63 (2) fulfill obligations of an endorsing municipality,
 30-64 an endorsing county, or this state to a site selection organization
 30-65 under an event support contract.

30-66 (b) Subject to Sections 480.0202 and 480.0205, the
 30-67 obligations described by Subsection (a)(2) may include the payment
 30-68 of:

- 30-69 (1) the costs relating to the preparations necessary

31-1 for conducting the event; and

31-2 (2) the costs of conducting the event, including costs
31-3 of an improvement or renovation to an existing facility and costs of
31-4 acquisition or construction of a new facility or other facility.
31-5 (V.A.C.S. Art. 5190.14, Sec. 5C(h).)

31-6 Sec. 480.0205. LIMITATION ON CERTAIN DISBURSEMENTS. (a) A
31-7 disbursement from the events trust fund is limited to five percent
31-8 of the cost of a structural improvement or a fixture if:

31-9 (1) an obligation is incurred under an event support
31-10 contract to make the improvement or add the fixture to a site for an
31-11 event; and

31-12 (2) the improvement or fixture is expected to derive
31-13 most of its value in subsequent uses of the site for future events.

31-14 (b) The remainder of an obligation described by Subsection
31-15 (a) is not eligible for a disbursement from the events trust fund,
31-16 unless the obligation is for an improvement or fixture for a
31-17 publicly owned facility. (V.A.C.S. Art. 5190.14, Sec. 5C(k)
31-18 (part).)

31-19 Sec. 480.0206. PROHIBITED DISBURSEMENTS. (a) Subject to
31-20 Subsection (b), the office may not make a disbursement from the
31-21 events trust fund that the office determines would be used to:

31-22 (1) solicit the relocation of a professional sports
31-23 franchise located in this state;

31-24 (2) construct an arena, stadium, or convention center;
31-25 or

31-26 (3) conduct usual and customary maintenance of a
31-27 facility.

31-28 (b) Subsection (a) does not prohibit a disbursement from the
31-29 events trust fund for the construction of temporary structures
31-30 within an arena, stadium, or convention center that are necessary
31-31 for the conduct of an event or temporary maintenance of a facility
31-32 that is necessary for the preparation for or conduct of an event.
31-33 (V.A.C.S. Art. 5190.14, Secs. 5C(k-1), (k-2).)

31-34 Sec. 480.0207. REMITTANCE OF REMAINING FUND MONEY. On
31-35 payment of all municipal, county, or state obligations under an
31-36 event support contract related to the location of an event in this
31-37 state, the office shall remit to each endorsing entity, in
31-38 proportion to the amount contributed by the entity, any money
31-39 remaining in the events trust fund. (V.A.C.S. Art. 5190.14, Sec.
31-40 5C(m).)

31-41 SUBCHAPTER F. LOCAL POWERS AND DUTIES RELATING TO EVENTS

31-42 Sec. 480.0251. REQUIRED INFORMATION. (a) A local
31-43 organizing committee, endorsing municipality, or endorsing county
31-44 shall provide information required by the office to fulfill the
31-45 office's duties under this chapter, including:

31-46 (1) annual audited statements of any financial records
31-47 required by a site selection organization; and

31-48 (2) data obtained by the local organizing committee,
31-49 an endorsing municipality, or an endorsing county relating to:

31-50 (A) attendance at the event, including an
31-51 estimate of the number of people expected to attend the event who
31-52 are not residents of this state; and

31-53 (B) the economic impact of the event.

31-54 (b) A local organizing committee, endorsing municipality,
31-55 or endorsing county must provide any annual audited financial
31-56 statement required by the office not later than the end of the
31-57 fourth month after the last day of the period covered by the
31-58 financial statement.

31-59 (c) After the conclusion of an event and on the office's
31-60 request, a local organizing committee, endorsing municipality, or
31-61 endorsing county must provide information about the event, such as
31-62 attendance figures, including an estimate of the number of people
31-63 who attended the event who are not residents of this state,
31-64 financial information, or other public information held by the
31-65 committee, municipality, or county that the office considers
31-66 necessary. (V.A.C.S. Art. 5190.14, Sec. 5C(i).)

31-67 Sec. 480.0252. ISSUANCE OF NOTES. (a) To meet its
31-68 obligations under an event support contract to improve, construct,
31-69 renovate, or acquire facilities or to acquire equipment, an

32-1 endorsing municipality by ordinance or an endorsing county by order
 32-2 may authorize the issuance of notes.

32-3 (b) An endorsing municipality or endorsing county may
 32-4 provide that the notes be paid from and secured by:

32-5 (1) amounts on deposit or amounts to be transferred or
 32-6 deposited to the events trust fund; or

32-7 (2) surcharges from user fees charged in connection
 32-8 with the event, including parking or ticket fees.

32-9 (c) A note issued must mature not later than the seventh
 32-10 anniversary of the date of issuance. (V.A.C.S. Art. 5190.14, Sec.
 32-11 5C(g).)

32-12 Sec. 480.0253. PLEDGE OF SURCHARGES TO GUARANTEE
 32-13 OBLIGATIONS. An endorsing municipality or endorsing county may
 32-14 guarantee its obligations under an event support contract and this
 32-15 chapter by pledging, in addition to the tax revenue deposited under
 32-16 Section 480.0152, surcharges from user fees charged in connection
 32-17 with the event, including parking or ticket fees. (V.A.C.S. Art.
 32-18 5190.14, Sec. 5C(e) (part).)

32-19 ARTICLE 2. CONFORMING AMENDMENTS

32-20 SECTION 2.01. Section 335.078, Local Government Code, is
 32-21 amended to read as follows:

32-22 Sec. 335.078. VENUE DISTRICT AS ENDORSING MUNICIPALITY OR
 32-23 COUNTY. (a) A venue district located in a county with a population
 32-24 of 3.3 million or more may act as an endorsing municipality or
 32-25 endorsing county under Subtitle E-1, Title 4, Government Code
 32-26 [~~Chapter 1507, Acts of the 76th Legislature, Regular Session, 1999~~
 32-27 [~~Article 5190.14, Vernon's Texas Civil Statutes~~].

32-28 (b) A venue district acting as an endorsing municipality or
 32-29 endorsing county under Subtitle E-1, Title 4, Government Code
 32-30 [~~Chapter 1507, Acts of the 76th Legislature, Regular Session, 1999~~
 32-31 [~~Article 5190.14, Vernon's Texas Civil Statutes~~], shall remit for
 32-32 deposit into the trust fund established for the games or event the
 32-33 amounts determined by the comptroller under that subtitle
 32-34 [~~chapter~~]. The comptroller shall determine the incremental
 32-35 increase in receipts attributable to the games or event and related
 32-36 activities under that subtitle [~~chapter~~] based on the amount of
 32-37 applicable taxes imposed by each municipality or county that
 32-38 comprises the venue district and not on the amount of taxes imposed
 32-39 by the venue district.

32-40 (c) A venue district acting as an endorsing municipality or
 32-41 endorsing county under Subtitle E-1, Title 4, Government Code
 32-42 [~~Chapter 1507, Acts of the 76th Legislature, Regular Session, 1999~~
 32-43 [~~Article 5190.14, Vernon's Texas Civil Statutes~~], may guarantee
 32-44 the district's obligations under a games or event support contract
 32-45 by pledging surcharges from user fees, including parking or ticket
 32-46 fees, charged in connection with the games or event and related
 32-47 activities.

32-48 (d) Subject to Subsection (b), a venue district acting as an
 32-49 endorsing municipality or endorsing county under Subtitle E-1,
 32-50 Title 4, Government Code [~~Chapter 1507, Acts of the 76th~~
 32-51 ~~Legislature, Regular Session, 1999~~ (~~Article 5190.14, Vernon's~~
 32-52 ~~Texas Civil Statutes~~), as authorized by this section, has all the
 32-53 powers of an endorsing municipality or endorsing county under that
 32-54 subtitle [~~chapter~~], and any action an endorsing municipality or
 32-55 endorsing county is required to take by ordinance or order under
 32-56 that subtitle [~~chapter~~] may be taken by order or resolution of the
 32-57 venue district.

32-58 SECTION 2.02. Section 26.041(j), Tax Code, is amended to
 32-59 read as follows:

32-60 (j) Any amount derived from the sales and use tax that is
 32-61 retained by the comptroller under Chapters 476 or 477, Government
 32-62 Code [~~Section 4 or 5, Chapter 1507, Acts of the 76th Legislature,~~
 32-63 ~~Regular Session, 1999~~ (~~Article 5190.14, Vernon's Texas Civil~~
 32-64 ~~Statutes~~)], is not considered to be sales and use tax revenue for
 32-65 purposes of this section.

32-66 ARTICLE 3. REPEALER

32-67 SECTION 3.01. Article 5190.14, Vernon's Texas Civil
 32-68 Statutes, is repealed.

33-1 ARTICLE 4. GENERAL MATTERS
33-2 SECTION 4.01. This Act is enacted under Section 43, Article
33-3 III, Texas Constitution. This Act is intended as a recodification
33-4 only, and no substantive change in law is intended by this Act.
33-5 SECTION 4.02. This Act takes effect April 1, 2021.

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