

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION**

**April 3, 2019**

**TO:** Honorable Brian Birdwell, Chair, Senate Committee on Natural Resources & Economic Development

**FROM:** John McGeady, Assistant Director    Sarah Keyton, Assistant Director  
Legislative Budget Board

**IN RE:** SB1262 by Johnson (Relating to the allocation of hotel occupancy tax revenue collected by certain municipalities.), **As Introduced**

<b>No fiscal implication to the State is anticipated.</b>
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The bill would amend Subsection 351.101(a)(6) of the Tax Code, regarding the use of municipal hotel tax revenue, to authorize a municipality with a population of more than 225,000 that is located in three counties, one of which has a population of more than two million and less than four million, to use municipal hotel tax revenue for expenses, including promotion, related to certain sporting events and the promotion of tourism by the enhancement and upgrading of certain sports facilities.

The bill would take effect immediately upon enactment, assuming it received the requisite two-thirds majority votes in both houses of the Legislature. Otherwise, it would take effect September 1, 2019.

The bill would have no effect on state revenue.

**Local Government Impact**

The bill would alter the permissible uses of hotel occupancy tax revenue for the City of Garland.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** WP, SZ, SD, KK