By:  Zaffirini, Gutierrez S.B. No. 696

(In the Senate - Filed February 22, 2021; March 11, 2021, read first time and referred to Committee on Natural Resources & Economic Development; April 23, 2021, reported favorably by the following vote: Yeas 8, Nays 0, one present not voting; April 23, 2021, sent to printer.)

COMMITTEE VOTE

               Yea Nay Absent  PNV

Birdwell        X

Zaffirini       X

Alvarado        X

Hancock                         X

Hinojosa        X

Hughes          X

Kolkhorst       X

Lucio           X

Seliger         X

A BILL TO BE ENTITLED

AN ACT

relating to authorizing certain counties to impose a hotel occupancy tax and the use of revenue from that tax.

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

SECTION 1.  Section 352.002, Tax Code, is amended by adding Subsection (bb) to read as follows:

(bb)  The commissioners court of a county with a population of less than 60,000 in which an annual strawberry festival is held in a location that is not the county seat of the county may impose a tax as provided by Subsection (a).

SECTION 2.  Section 352.003, Tax Code, is amended by adding Subsection (z) to read as follows:

(z)  The tax rate in a county authorized to impose the tax under Section 352.002(bb) may not exceed two percent of the price paid for a room in a hotel.

SECTION 3.  Subchapter B, Chapter 352, Tax Code, is amended by adding Section 352.112 to read as follows:

Sec. 352.112.  USE OF REVENUE: CERTAIN COUNTIES HOLDING AN ANNUAL STRAWBERRY FESTIVAL. The revenue from a tax imposed under this chapter by a county authorized to impose the tax under Section 352.002(bb) may be used only for the construction, enlarging, equipping, improvement, maintenance, repairing, and operation of a civic center with an arena used for rodeos, livestock shows, and agricultural expositions to substantially enhance hotel activity and encourage tourism.

SECTION 4.  This Act takes effect September 1, 2021.

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