1 AN ACT

2 relating to a common characteristic or use project in a public

3 improvement district in certain municipalities.

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

5   SECTION 1. Section 372.0015, Local Government Code, is

6 amended to read as follows:

7   Sec. 372.0015. DEFINITIONS   [DEFINITION]. In   this

8 subchapter:

9   (1) "Extraterritorial[, "extraterritorial]

10 jurisdiction" means extraterritorial jurisdiction as determined

11 under Chapter 42.

12   (2) "Hotel" has the meaning assigned by Section

13 156.001, Tax Code. The term includes a property that begins

14 operating as a hotel after the establishment of a public

15 improvement district that includes the property.

16   SECTION 2. Section 372.0035(e), Local Government Code, is

17 amended to read as follows:

18   (e) Notwithstanding Section 372.003, a [A] district created

19 after September 1, 2019, may undertake a project under this section

20 only for advertising, promotion, or business recruitment[, as

21 authorized by Section 372.003(b)(13),] directly related to hotels.

22   SECTION 3. Section 372.005, Local Government Code, is

23 amended by amending Subsection (b-1) and adding Subsection (b-2) to

24 read as follows:

1   (b-1) A person is a qualified petitioner under Subsection

2 (b-2) if the person:

3   (1) is employed in a management position responsible

4 for overseeing the operations of a hotel, including:

5   (A) the owner or general manager of a hotel;

6   (B) a regional manager who oversees the

7 operations of a hotel; or

8   (C) an employee of a management company who

9 oversees the operation of a hotel; and

10   (2) provides a written statement that the person is

11 authorized to enter into a binding agreement concerning the

12 operation of a hotel on behalf of the owner of a hotel.

13   (b-2) Notwithstanding Subsection (b), a petition for the

14 establishment of a public improvement district described by Section

15 372.0035(a-1) [372.0035(a) or (a-1)] is sufficient only if the

16 petition is:

17   (1) signed by qualified petitioners who represent

18 [record owners of taxable real property liable for assessment under

19 the proposal who constitute:

20   [(1)] more than 60 percent of the appraised value of

21 hotel [taxable real] property liable for assessment under the

22 proposal, as determined by the current roll of the appraisal

23 district in which the property is located,[,] and who:

24   [(2) more than 60 percent of:]

25   (A) represent more than 60 percent of all hotels

26 [all record owners of taxable real property] that are liable for

27 assessment under the proposal; or

2

1   (B) represent more than 60 percent of the area of
2 all [taxable] real property that is liable for assessment under the
3 proposal; and

4   (2) accompanied by the written statement described by
5 Subsection (b-1)(2) for each qualified petitioner signing the
6 petition.

7   SECTION 4. Sections 372.0035(a) and (e-1), Local Government
8 Code, are repealed.

9   SECTION 5. Section 372.005, Local Government Code, as
10 amended by this Act, applies only to a petition for the
11 establishment or renewal of a public improvement district filed on
12 or after the effective date of this Act. A petition filed before
13 the effective date of this Act is governed by the law in effect on
14 the date the petition is filed, and the former law is continued in
15 effect for that purpose.

16   SECTION 6. This Act takes effect immediately if it receives
17 a vote of two-thirds of all the members elected to each house, as
18 provided by Section 39, Article III, Texas Constitution. If this
19 Act does not receive the vote necessary for immediate effect, this
20 Act takes effect September 1, 2025.

_____   _____
    President of the Senate   Speaker of the House

    I hereby certify that S.B. No. 1921 passed the Senate on April 16, 2025, by the following vote: Yeas 31, Nays 0.

                           _____
                              Secretary of the Senate

    I hereby certify that S.B. No. 1921 passed the House on May 15, 2025, by the following vote: Yeas 107, Nays 34, two present not voting.

                           _____
                            Chief Clerk of the House

Approved:

_____
               Date

_____
               Governor