(2nd reading) HB 1764 Guillen

SUBJECT: Allowing Atascosa County to impose a hotel occupancy tax

COMMITTEE: Ways and Means — favorable, without amendment

VOTE: 11 ayes — Meyer, Thierry, Button, Cole, Guerra, Martinez Fischer,

Murphy, Noble, Rodriguez, Sanford, Shine

0 nays

WITNESSES: For — Justin Bragiel, Texas Hotel and Lodging Association; (Registered,

but did not testify: Ron Hinkle, Texas Travel Alliance)

Against — None

BACKGROUND: Interested parties have suggested allowing Atascosa County, well known

for its annual Poteet strawberry festival, to impose a hotel occupancy tax

to fund the construction of a civic center.

DIGEST: HB 1764 would allow certain counties (Atascosa County) with a

population of less than 60,000 in which an annual strawberry festival was held in a location that was not the county seat to impose a hotel occupancy

tax of up to 2 percent of the price of a hotel room.

The tax revenues could be used only for the construction, improvement, 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.

The bill would take effect September 1, 2021.