

## CHAPTER 1001

## H.B. No. 1077

## AN ACT

relating to the use of corporate revenue of certain industrial development corporations for promotional purposes.

*Be it enacted by the Legislature of the State of Texas:*

SECTION 1. Section 4A(b), Development Corporation Act of 1979 (Article 5190.6, Vernon's Texas Civil Statutes), is amended to read as follows:

(b)(1) A city may create a corporation under this Act governed by this section. The corporation has the powers and is subject to the limitations of a corporation created under other provisions of this Act. To the extent of a conflict between this section and another provision of this Act, this section prevails. The articles of incorporation of a corporation under this section must state that the corporation is governed by this section. A city may not create more than one corporation governed by this section. A corporation created under this section may spend no more than 10 percent of the corporate revenues for promotional purposes and may contract with other existing private corporations to carry out industrial development programs consistent with the purposes and duties as set out in this Act.

(2) *Notwithstanding Subdivision (1), a corporation created under this section may spend no more than 25 percent of the corporate revenues for promotional purposes if the corporation was created by a city:*

*(i) the municipal limits of which include two counties;*

*(ii) that has less than 24,250 population according to the 1990 federal census; and*

*(iii) any part of which is located within ten miles of a federal military reservation.*

SECTION 2. This Act takes effect September 1, 1993.

SECTION 3. The importance of this legislation and the crowded condition of the calendars in both houses create an emergency and an imperative public necessity that the constitutional rule requiring bills to be read on three several days in each house be suspended, and this rule is hereby suspended.

Passed by the House on April 1, 1993, by a non-record vote; the House refused to concur in Senate amendments to H.B. No. 1077 on May 28, 1993, and requested the appointment of a conference committee to consider the differences between the two houses; the House adopted the conference committee report on H.B. No. 1077 on May 30, 1993, by a non-record vote; the House adopted H.C.R. No. 186 authorizing certain corrections in H.B. No. 1077 on May 31, 1993; by a non-record vote; passed by the Senate, with amendments, on May 27, 1993, by a viva-voce vote; at the request of the House, the Senate appointed a conference committee to consider the differences between the two houses; the Senate adopted the conference committee report on H.B. No. 1077 on May 29, 1993, by a viva-voce vote; the Senate adopted H.C.R. No. 186 authorizing certain corrections in H.B. No. 1077 on May 31, 1993.

Approved June 19, 1993.

Effective Sept. 1, 1993.