



## VISIT BAY CITY HOT TAX SPONSORSHIP HOTEL OCCUPANCY TAX USE GUIDELINES AND FUNDING APPLICATION

**State Law:** By law of the State of Texas, the City of Bay City, Texas, collects a Hotel Occupancy Tax (HOT) from hotels, motels, and bed & breakfasts and inns. Under state law, the revenue from the HOT may be used only to directly promote tourism and the convention and hotel industry. **Chapter 351 of the Tax Code states that the use of HOT funds is limited to:**

- i) **Convention Centers and Visitor Information Centers:** the acquisition of sites for and the construction, improvement, enlarging, equipping, repairing operation and maintenance of convention center facilities or visitor information centers, or both;
- ii) **Registration of Convention Delegates:** the furnishing of facilities, personnel, and materials for the registration of convention delegates or registrants.
- iii) **Advertising, Solicitations and Promotions that Directly Promote Tourism and the Hotel and Convention Industry:** advertising and conducting solicitations and promotional programs to attract tourists and convention delegates or registrants to the municipality or its vicinity.
- iv) **Promotions of the Arts that Directly Promote Tourism and the Hotel and Convention Industry:** that the encouragement, promotion, improvement, and application of the arts, including instrumental and vocal music, dance, drama, folk art, creative writing, architecture, design and allied fields, painting, sculpture photography, graphic and craft arts, motion picture, radio, television, tape and sound recording, and other arts related to the presentation, performance, execution, and exhibition of these major art forms, and
- v) **Historical Restoration and Preservation Activities that Directly Promote Tourism and the Hotel and Convention Industry:** historical restoration and preservation projects or activities or advertising and conducting solicitation and promotional programs to encourage tourists and convention delegates to visit preserved historic sites or museums.
- vi) **Sporting Event Expenses that Substantially Increase Economic Activity at Hotels:** Expenses including promotional expenses, directly related to a sporting event in which the majority of participants are tourists who substantially increase economic activity at hotels and motels within the city or its vicinity.

I, \_\_\_\_\_, understand I must follow all state and local Hotel Occupancy Tax laws.

**City Policy:** Visit Bay City accepts applications from groups and businesses whose program fits into one or more of the above categories. **All requests for funds should be submitted in writing accompanied by the official application 90 days in advance before the funds are needed. Invoices and proof of receipts must be turned in within 90 days after the event has taken place. Anything that exceeds the 90 day deadline will not be paid.**

The application will be reviewed by the *Bay City Tourism Council* at the earliest possible regularly scheduled meeting. The applicant may be asked to be present at the meeting to answer any questions regarding the application. Applicants will be notified one week prior to the meeting of the time and place for the review.

**Only complete applications will accepted and reviewed.**

*Initial here*

**Eligibility and Priority for Hotel Tax Funds:** Priority will be given to those events and entities based on their ability to generate overnight visitors to Bay City / Matagorda County and that fall into at least one of the five eligible categories. The amount that you are requesting should not exceed more than 25 percent of the gross

amount of hotel night revenue that you are predicting that will be created or sustained by your event. If an event will not generate any meaningful hotel night activity, it is not eligible for receipt of hotel occupancy tax funds. Events can prove this potential to generate overnight visitors by:

- a) **historic information on the number of room nights used during previous years of the same events;**
- b) **current information on the size of a room block that has been reserved at area hotels to accommodate anticipated overnight guests attending the event requesting hotel tax funds;**
- c) **historical information on the number of guests at hotel or other lodging facilities that attended the funded event; and/or**
- d) **examples of marketing of the programs and activities that are likely to generate encourage overnight visitors to local lodging properties.**

**Use of Local Vendors:** Visit Bay City encourages all event organizers to patronize Bay City and Matagorda County businesses for food, supplies, materials, printing, etc.

**Use of Revenues from Event:** A portion of the revenues from any event and/or project receiving any type of funding assistance from the HOT funds should be channeled back into the future costs of operating that same event or the continued operation of the project. No other outside event(s), project, charity, etc., sponsored by the host organization may profit from Visit Bay City funding of a particular event.

**Use of Logo:** Visit Bay City logo must be included in any and all advertising for the event. The logo may not be changed or altered in any way. Any sponsorship package benefits will be given directly to the Visit Bay City to the closest sponsorship level.

**Supplemental Information Required With Application:** Along with the application, please submit the following:

- \_\_\_\_\_ W-9 Form
- \_\_\_\_\_ 501 (c) status Form
- \_\_\_\_\_ Schedule of Activities or Events Relating to the Funded Project (if applicable)

Submit to: Visit Bay City Matagorda County  
1112 7<sup>TH</sup> Street, Bay City, TX 77414  
Attn: Samantha Denbow  
[sdenbow@cityofbaycity.org](mailto:sdenbow@cityofbaycity.org)  
979-323-1176

# Application

## *Organization Information*

Date: \_\_\_\_\_

Name of Organization: \_\_\_\_\_

Address: \_\_\_\_\_

City, State, Zip: \_\_\_\_\_

Contact Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_

Email: \_\_\_\_\_

Web Site Address for Event or Sponsoring Entity \_\_\_\_\_

Is your organization: Non-Profit \_\_\_\_\_ Private/For Profit \_\_\_\_\_

Tax ID #: \_\_\_\_\_ Entity's Creation Date: \_\_\_\_\_

Purpose of your organization: \_\_\_\_\_

What category does your request apply under? \_\_\_\_\_  
(refer to page 1)

Name of Event or Project \_\_\_\_\_

Date and Location of Event or Project: \_\_\_\_\_

Amount Requested: \_\_\_\_\_

How will the funds be used: \_\_\_\_\_

Primary Purpose of Funded Activity/Facility: \_\_\_\_\_

Please list other years (over the last three years) that you have hosted your Event or Project with amount of assistance given from HOT and the number of hotel rooms used:

City	Month/Year Held	Assistance Amount	Number of Hotel Rooms Used

**Sporting Related Event Funding:**

How many individuals are expected to participate? How many are from another city or county?

\_\_\_\_\_

**Questions for All Funding Requests:**

How many years have you held this Event or Project: \_\_\_\_\_ Expected Attendance: \_\_\_\_\_

How many people attending the Event or Project will use *Bay City and Matagorda County* hotels, motels or bed & breakfasts? \_\_\_\_\_

How many nights will they stay: \_\_\_\_\_

Do you reserve a room block for this event at an area hotel and if so, for how many rooms and at which hotels: \_\_\_\_\_

\_\_\_\_\_

How will you measure the impact of your event on area hotel activity?

\_\_\_\_\_

\_\_\_\_\_

Please list other organization, government entities and grants that have offered financial support to your project: \_\_\_\_\_

\_\_\_\_\_

Please check all promotion efforts your organization is coordinating and the amount financially committed to each media outlet:

Paid Advertising \_\_\_ Newspaper \_\_\_ Radio \_\_\_ TV \_\_\_ Internet \_\_\_\_\_

Press Releases to Media \_\_\_ Direct Mailing to out of town recipients \_\_\_\_\_

Other \_\_\_\_\_

What areas does your advertising and promotion reach:

\_\_\_\_\_

What number of individuals will your proposed marketing reach that are located in another city or county?

\_\_\_\_\_

Authorized Signature: \_\_\_\_\_

Date: \_\_\_\_\_