

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 0690-01  
Bill No.: HB 271  
Subject: Cities: Tourism, Transient Guest Tax  
Type: Original  
Date: February 16, 2007

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Bill Summary: Authorizes the City of Gladstone to impose a voter approved transient guest tax for the promotion of tourism.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2008	FY 2009	FY 2010
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials of the **Department of Economic Development - Tourism Division** assume no fiscal impact to the department.

**Oversight** assumes this proposal is permissive, and as written, would have no fiscal impact.

**Oversight** assumes fiscal impact would not be realized without action by the governing body with voter approval. **Oversight** will show fiscal impact as \$0 to Unknown. The fiscal impact would be zero if the voters would not approve the imposition of a guest tax.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
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	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>
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<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
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### **CITY OF GLADSTONE TOURISM FUND**

<u><b>Income</b></u> -From voter approved transient guest tax.	\$0 or Unknown	\$0 or Unknown	\$0 or Unknown
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<u><b>Cost</b></u> - From promotion of tourism	<u><b>\$0 or</b></u> (Unknown)	<u><b>\$0 or</b></u> (Unknown)	<u><b>\$0 or</b></u> (Unknown)
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<u><b>Total Effect</b></u> to City of Gladstone Tourism Fund.	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>
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<b>ESTIMATED NET EFFECT TO LOCAL GOVERNMENT *</b>	<u><b>\$0</b></u>	<u><b>\$0</b></u>	<u><b>\$0</b></u>
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\* **Oversight** assumes annual costs would not exceed income resulting in either a zero or a positive unknown fund balance. For purposes of this fiscal note fund balance will be shown as zero.

### FISCAL IMPACT - Small Business

Certain small businesses located within the City of Gladstone that has a voter approved transient guest tax would have impact related to collection and administration of the tax.

### FISCAL DESCRIPTION

This proposal allows the City of Gladstone to impose, upon voter approval, a transient guest tax of up to 5% on hotel and motel rooms to be used for the promotion of tourism.

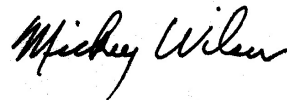
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

### SOURCES OF INFORMATION

Department of Economic Development - Tourism Division

### NOT RESPONDING

City of Gladstone



Mickey Wilson, CPA  
Director  
February 16, 2007