

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1456-01
Bill No.: HB 595
Subject: Cities: Tourism, Transient Guest Tax
Type: Original
Date: February 22, 2007

Bill Summary: Allows Franklin County to levy a transient guest tax in the Sullivan C-II School District which is partially located in both the City of Sullivan and Franklin County to be used for the promotion of tourism.

FISCAL SUMMARY

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

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

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
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

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

☐ 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
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Economic Development - Tourism** assume no fiscal impact to their commission.

In response to similar legislation of this session, fiscal note 0259-02 SB 81 the following fiscal impact statements were issued by the Department of Revenue, and the Office of Administration - Information and Technology.

Officials of the **Department of Revenue** assume no fiscal impact.

Officials of the **Office of Administration Information Technology (ITSD DOR)** estimates the IT portion of this request can be accomplished within existing resources. Officials assume no fiscal impact.

Oversight assumes this proposal amends the current boundaries of the area that would be allowed to impose a transient guest tax on a portion of the Sullivan C-2 School District located in Franklin County.

Oversight assumes the City of Sullivan currently has the authority to impose a transient guest tax, but not within that portion described in this proposal.

Oversight assumes this proposal would require the City of Sullivan to seek voter approval to impose a transient guest tax on that portion of land allowed by this proposal.

Oversight assumes this proposal is permissive, and as written would have no fiscal impact without voter approval.

<u>FISCAL IMPACT - State Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2008 (10 Mo.)	FY 2009	FY 2010

\$0

\$0

\$0

FISCAL IMPACT - Small Business

If the City of Sullivan were to receive voter approval to impose a transient guest tax in the new portion of land allowed by this proposal, small businesses in the hotel, motel, bed and breakfast inns, docking facilities which rent slips for purposes of sleeping overnight and campgrounds would have costs related to the collection and administration of the tax.

FISCAL DESCRIPTION

The proposed legislation appears to have no fiscal impact.

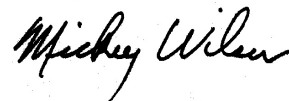
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development - Tourism
Department of Revenue
Office of Administration Information Technology

NOT RESPONDING

City of Sullivan



Mickey Wilson, CPA
Director
February 22, 2007