

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0448-01
Bill No.: HB 140
Subject: Motels and Hotels; Taxation and Revenue - General; Cities, Towns, and Villages; Counties
Type: Original
Date: February 22, 2013

Bill Summary: This proposal adds Mound City to the list of cities and counties authorized to impose a transient guest tax for tourism purposes.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
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 2014	FY 2015	FY 2016
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
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 2014	FY 2015	FY 2016
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

§ 67.1360 - Transient Guest Tax in Mound City:

Officials from the **Missouri Tax Commission, Department of Economic Development and Department of Revenue** each assume the proposal would not fiscally impact their respective agencies.

Officials from Holt County did not respond to **Oversight's** request for fiscal impact.

Oversight assumes the proposal permits Mound City to authorize a transient guest tax, upon voter approval, of between 2% and 5% per occupied room, per night, to be used for the promotion of tourism. For fiscal note purposes only, **Oversight** will assign no direct fiscal impact to local government funds since the proposal is permissive and dependent upon voter approval.

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

Direct fiscal impact to small business bed and breakfast inns, hotels, and motels within Mound City in Holt County could be expected as a result of this proposal and upon voter approval of the transient guest tax.

FISCAL DESCRIPTION

The proposed legislation appears to have no direct 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

Missouri Tax Commission
Department of Economic Development
Department of Revenue

Not Responding:

Holt County



Ross Strope
Acting Director
February 22, 2013