

COMMITTEE ON LEGISLATIVE RESEARCH
 OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4547-01
Bill No.: HB 1820
Subject: Counties: Transient Guest Tax, Tourism
Type: Original
Date: February 28, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government*	\$0	\$0	\$0

*** This proposal would require voter approval before fiscal impact would be realized.**

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

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

Officials of the **Department of Revenue** stated their department would have no responsibilities from the collection of the tax and assumes no fiscal impact.

Oversight assumes this proposal is enabling legislation. Certain counties would have no fiscal impact without voter approval of a one-half of one percent transient guest tax. Oversight assumes counties that would impose the tax would realize income for the purpose of promoting tourism. County Collectors would have additional duties related with the administration and collection of the tax. Because this proposal does not mandate the imposition of the tax, fiscal impact will be shown as \$0.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
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	\$0	\$0	\$0
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<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
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	\$0	\$0	\$0
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FISCAL IMPACT - Small Business

Small businesses of the hotel/motel industry that are located in certain counties affected by this proposal, whose voters would adopt the transient guest tax, could be expected to be fiscally impacted to the extent that they may incur additional administrative duties and cost related with the collection of the tax.

DESCRIPTION

Currently, Platte County is authorized to impose, upon voter approval, a room tax of one-fourth of 1% on all transient guests of hotels or motels. The tax is used for the promotion of tourism. This bill increases the allowable tax to one-half of 1% and also allows Clay County to impose the

DESCRIPTION (continued)

tax. The bill also clarifies that the tax is in addition to any hotel tax imposed by the City of

Kansas City.

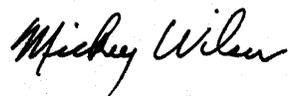
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development- Division of Tourism
Department of Revenue

NOT RESPONDING

Clay County
Platte County



Mickey Wilson, CPA
Acting Director
February 28, 2002