

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0163-03
Bill No.: HB 416
Subject: Taxation and Revenue - General; Cities, Towns, and Villages; Counties
Type: Original
Date: February 22, 2013

Bill Summary: This proposal permits certain cities and certain counties the ability to vote in a transient guest tax for promotion of the city or county respectively.

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

§ 67.1368 and 94.1060 - Transient Guest Taxes:

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

Officials from Douglas County, Montgomery County, the City of Ava, and Montgomery City did not respond to **Oversight's** request for fiscal impact.

Oversight assumes the proposal permits Douglas and Montgomery County along with the cities of Ava and Montgomery City to authorize a transient guest tax, upon voter approval, of not more than 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 Douglas County, Montgomery County, the City of Ava, and Montgomery City 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
Office of Secretary of State

Not Responding:

Douglas County
Montgomery County
City of Ava
Montgomery City



Ross Strope
Acting Director
February 22, 2013