

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2229-03
Bill No.: HB 957
Subject: Cities: Transient Guest Tax
Type: Original
Date: March 21, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Revenue** stated this proposal would have no administrative impact on their department.

Officials of the **City of Parkville** stated that if the voters would approve the transient tax the City of Parkville would realize approximately \$25,000 annually from the tax to be used to promote tourism.

Oversight assumes this proposal is enabling legislation and would have no state or local fiscal impact. Local government would have no fiscal impact without voter approval. Oversight will show fiscal impact as \$0.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
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	\$0	\$0	\$0
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<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
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	\$0	\$0	\$0
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FISCAL IMPACT - Small Business

If this proposal would be adopted by the voters living within the City of Parkville, small businesses of the hotel/motel industry and businesses that rent boat slips for recreational boating, could be expected to be fiscally impacted to the extent that they would incur additional administrative duties and costs related to collection of the transient guest tax.

DESCRIPTION

This bill authorizes the City of Parkville, upon voter approval, to impose a lodging tax of at least 2% but not more than 5% on all transient guests of hotels, motels, bed and breakfast inns, campgrounds, and docking facilities used by transients for sleeping.

DESCRIPTION (continued)

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 Revenue
City of Parkville



Jeanne Jarrett, CPA
Director
March 21, 2001