

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: HB 2012

SHORT TITLE: Bald Head Island Tax Increase

SPONSOR(S): Proposed Committee Substitute

<b>FISCAL IMPACT:</b>	<b>Expenditures:</b>	<b>Increase ( )</b>	<b>Decrease ( )</b>
	<b>Revenues:</b>	<b>Increase (X)</b>	<b>Decrease ( )</b>
	<b>No Impact ( )</b>		
	<b>No Estimate Available ( )</b>		

**FUND AFFECTED:** General Fund ( ) Highway Fund ( ) Local Govt. (X)  
Other Funds ( )

**BILL SUMMARY:** The proposed act authorized the Village of Bald Head Island to increase it's room occupancy tax from 3% to 6% and modify the tax to include a merchant's discount. The discount is allowed to the extent that the State of North Carolina allows merchants to deduct a percentage for collecting the sales and use tax.

The proposed committee substitute sets a cap at 6%.

**EFFECTIVE DATE:** Upon Ratification

**PRINCIPAL DEPARTMENT(S)/PROGRAM(S) AFFECTED:**

Village of Bald Head

**ESTIMATE  
FISCAL IMPACT**

	<u>FY</u> 94-95	<u>FY</u> 95-96	<u>FY</u> 96-97	<u>FY</u> 97-98	<u>FY</u> 98-99
<b>REVENUES:</b>					
<b>LOCAL</b>		\$86,000	in any one	fiscal year	

**SOURCES OF DATA:**

Village of Bald Head Island

**FISCAL RESEARCH DIVISION**

733-4910

**PREPARED BY:** H. Warren Plonk

**APPROVED BY:** Tom L. Covington **TomC**

**DATE:** June 16, 1994

[FRD#001]

