

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2017

Legislative Fiscal Note

BILL NUMBER: House Bill 211 (First Edition)
SHORT TITLE: Increase Sampson County Occupancy Tax Auth.
SPONSOR(S): Representatives Brisson and L. Bell

| FISCAL IMPACT | | | | | |
|--|--|------------------------------------|---|-------------------|-------------------|
| (\$ in dollars) | | | | | |
| | <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | <input type="checkbox"/> No Estimate Available | | |
| | FY 2017-18 | FY 2018-19 | FY 2019-20 | FY 2020-21 | FY 2021-22 |
| State Impact | | | | | |
| General Fund Revenues: | | | | | |
| General Fund Expenditures: | | | | | |
| State Positions: | | | | | |
| NET STATE IMPACT | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 |
| Local Impact | | | | | |
| Revenues: | \$72,900 | \$75,900 | \$78,700 | \$80,800 | \$83,400 |
| Expenditures: | | | | | |
| NET LOCAL IMPACT | \$72,900 | \$75,900 | \$78,700 | \$80,800 | \$83,400 |
| PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED: Sampson County | | | | | |
| EFFECTIVE DATE: This act is effective when it becomes law. | | | | | |
| TECHNICAL CONSIDERATIONS: None | | | | | |

BILL SUMMARY:

House Bill 211 would increase from 3% to 6% the county's authority to levy an occupancy tax. No other changes are being made, so this local act would continue to conform to the Occupancy Tax Guidelines.

ASSUMPTIONS AND METHODOLOGY:

According to the North Carolina Department of Revenue, Sampson County averaged occupancy tax collections of \$62,584 between FY11-12 and FY13-14, the most recent data available. Those collections were based on a 3% room occupancy tax rate. Under HB 211, the current occupancy tax rate would be doubled to 6%.

Assuming for yearly growth in the leisure and hospitality industries in North Carolina, Sampson County would see an increase in FY17-18 occupancy tax collections of \$72,900 over current.

SOURCES OF DATA: North Carolina Department of Revenue; Moody's Economy.com; Legislative Bill Summary

TECHNICAL CONSIDERATIONS: None

FISCAL RESEARCH DIVISION: (919) 733-4910

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DATE: June 13, 2017

Signed Copy Located in the NCGA Principal Clerk's Offices