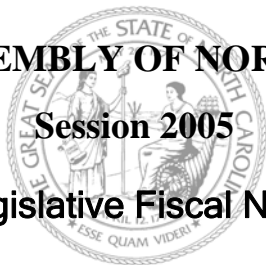


GENERAL ASSEMBLY OF NORTH CAROLINA



Session 2005

Legislative Fiscal Note

BILL NUMBER: Senate Bill 1804 (First Edition)

SHORT TITLE: Tryon Occupancy Tax.

SPONSOR(S): Senator Apodaca

	FISCAL IMPACT				
	Yes (X)	No ( )	No Estimate Available ( )		
	<u>FY 2006-07</u>	<u>FY 2007-08</u>	<u>FY 2008-09</u>	<u>FY 2009-10</u>	<u>FY 2010-11</u>
<b>REVENUES:</b>					
Town of Tryon	\$20,000	\$20,620	\$21,094	\$21,579	\$22,075
<b>PRINCIPAL DEPARTMENT(S) &amp; PROGRAM(S) AFFECTED:</b> Town of Tryon					
<b>EFFECTIVE DATE:</b> Becomes effective when law.					

BILL SUMMARY: Senate Bill 1804 would authorize the Town of Tryon to levy a room occupancy tax of 3%. Two-thirds of the proceeds must be used for tourism promotion and the remainder would be used for tourism-related expenditures. Tryon is located in Polk County, which currently levies a 3% occupancy tax. The total rate of tax within the Town of Tryon would be 6%.

ASSUMPTIONS AND METHODOLOGY: The Town of Tryon has three bed and breakfasts and a conference center facility. The town estimates that the 3% occupancy tax would generate approximately \$20,000 annually. The general Consumer Price Index is used to project revenues for future years.

SOURCES OF DATA: Town of Tryon

TECHNICAL CONSIDERATIONS: None

FISCAL RESEARCH DIVISION: (919) 733-4910

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Fiscal Research Division



DATE: June 6, 2006

Signed Copy Located in the NCGA Principal Clerk's Offices