

FISCAL NOTE

	FY 2021	FY 2022	FY 2023
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
WYOMING TOURISM ACCOUNT	\$7,400,000	\$14,900,000	\$14,900,000
WYOMING TOURISM RES & PROJECTS	\$1,900,000	\$3,700,000	\$3,700,000
LOCAL SOURCES FUND	Indeterminable	Indeterminable	Indeterminable

Source of revenue increase: Imposition of a 5% statewide assessment on the sale of lodging services;

3% of the 5% statewide lodging assessment would be distributed as follows:

- 80% of the average annual revenue collected during the preceding 5 years would be deposited each year in the proposed Wyoming Tourism Account. No funds would be expended from the proposed account until appropriated by the legislature. Funds in the proposed account would be used for the operation of the Wyoming Tourism Board and the Wyoming Office of Tourism.
- Any remaining revenue would be deposited in the proposed Wyoming Tourism Reserve and Projects Account. No funds would be expended from the proposed account until appropriated by the legislature.

2% of the 5% statewide lodging assessment would be distributed to each county on a monthly basis in proportion to the taxes collected within the county, including all municipalities in that county.

The bill allows local governments to impose local lodging taxes by ordinance or resolution and repeals the imposition of lodging taxes through lodging tax elections. The bill reduces the maximum local lodging tax rate that may be imposed from 4% to 2%. If a local lodging tax is in place as of January 1, 2021, the local lodging tax would continue until the next election at which the lodging tax would have been considered. The new 2% statewide lodging assessment would go into effect upon the expiration of the local lodging tax currently in place.

Assumptions:

The estimates provided in the table above are based on a five-year average of sales tax collections from lodging vendors. The FY 2021 estimate includes one-half of the estimated annual collections because of the January 1, 2021 effective date. The fiscal impact to local governments is indeterminable, as most localities currently have at least a 2% lodging tax imposed.

NOTICE-AGENCY ESTIMATE OF ADMINISTRATIVE IMPACT REQUESTED

This bill has administrative impact that appears to increase duties or responsibilities of one or more state agencies and may impact agency spending or staffing requirements. As introduced, the bill does not modify any state agency budget or current personnel authorizations.

The following state agencies will be asked to provide their estimate of the administrative fiscal impact prior to the first committee meeting held to consider the bill:

Department of Revenue

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(Information provided by Terri Lucero, Department of Revenue, 777-5220)