

FISCAL NOTE

	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
WYOMING TOURISM ACCOUNT	\$9,700,000	\$19,500,000	\$19,500,000
LOCAL SOURCES FUND	Indeterminable	Indeterminable	Indeterminable

Source of revenue increase:

Imposition of a 5% statewide lodging tax upon the sale of lodging services;

Assumptions:

3% of the 5% proposed statewide lodging tax would be distributed to 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.

2% of the 5% proposed statewide lodging tax 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. This bill also reduces the maximum local lodging tax rate from 4% to 2%. However, if any city, town or county has a local lodging tax in place as of January 1, 2020, the current rate would continue until the next general election. While local governments would initially receive increased revenues, this revenue increase to local governments would decrease as current local lodging taxes above the new 2% cap expire. Therefore, a precise revenue increase to local governments cannot be determined.

The above estimates are based on FY 2017 aggregate lodging tax collections and are assumed to remain flat throughout the estimate period. These estimates do not include revenue from those lodging providers located in areas where the lodging tax is not currently imposed. FY 2020 includes only 50% of the estimated annual collections, as the effective date of the new tax is January 1, 2020.

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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