

FISCAL NOTE
Requested by Legislative Council
03/10/2011

Amendment to: SB 2180

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2009-2011 Biennium		2011-2013 Biennium		2013-2015 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2009-2011 Biennium			2011-2013 Biennium			2013-2015 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
				\$1,400,000				

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

SB 2180 with House Amendments removes the local sales tax exemption for the rental of hotel rooms for 30 or more consecutive days.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

SB 2180 with House Amendments removes the 30-day exemption for city lodging tax, and city restaurant and lodging tax purposes. The state sales tax exemption for 30-day room rentals remains in place, but the bill removes the requirement that the same person must stay in the room to qualify for the exemption.

The removal of this exemption for local tax purposes is expected to increase city and county revenue an estimated \$1.4 million for the 2011-13 biennium. The expansion of the state exemption to allow for different people within the 30 consecutive days may result in a decrease in state general fund and state aid distribution fund revenues, but the amount cannot be determined.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

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