



# NORTH CAROLINA GENERAL ASSEMBLY

Session 2021

## Fiscal Analysis Memorandum

**CONFIDENTIAL**

**Requestor:** Representative Hunter  
**Analyst(s):** Rodney Bizzell  
**RE:** House Bill 204 (First Edition)

### SUMMARY TABLE

#### FISCAL IMPACT OF H.B.204, V.1

	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24</u>	<u>FY 2024-25</u>	<u>FY 2025-26</u>
<b>Local Impact</b>					
Local Revenue		Less than \$3,000 annually.			
Less Local Expenditures	-	-	-	-	-

### FISCAL IMPACT SUMMARY

H.B. 204 would create a special taxing district consisting in part of Hertford County and would authorize the district to levy a 3% room occupancy tax. Specifically, the special taxing district would consist of the part of Hertford County that is located outside the incorporated areas of the Towns of Ahoskie and Murfreesboro. The tax proceeds would be deposited into a special fund, at least two-thirds of which would have to be used for tourism promotion and the remainder for tourism-related expenditures.

### FISCAL ANALYSIS

The proposed tax for the county's unincorporated areas is projected to generate less than \$3,000 annually.

Based on the most recent occupancy tax collections data from the Department of Revenue, occupancy tax collections from the existing 3% tax in Hertford County totaled \$48,000 for FY 2018-19. The Town of Ahoskie generated approximately \$45,000 from its 3% occupancy tax in that year; no collections data was available for the Town of Murfreesboro.

### TECHNICAL CONSIDERATIONS

N/A.

### DATA SOURCES

North Carolina Department of Revenue



## **FISCAL ANALYSIS MEMORANDUM – PURPOSE AND LIMITATIONS**

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This document is a fiscal analysis of a bill, draft bill, amendment, committee substitute, or conference committee report that is confidential under Chapter 120 of the General Statutes. The estimates in this analysis are based on the data, assumptions, and methodology described in the Fiscal Analysis section of this document. This document only addresses sections of the bill that have projected direct fiscal impacts on State or local governments and does not address sections that have no projected fiscal impacts. This document is not an official fiscal note. If a formal fiscal note is requested, please email your request to the Fiscal Research Division at [FiscalNoteRequests@ncleg.net](mailto:FiscalNoteRequests@ncleg.net) or call (919) 733-4910.

