

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 115** HLS 14RS 179  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> February 25, 2014 10:35 AM	<b>Author:</b> DIXON
<b>Dept./Agy.:</b> Revenue/Treasury	
<b>Subject:</b> Dedication of state hotel/motel sales tax in Rapides Parish	<b>Analyst:</b> Deborah Vivien

FUNDS/FUNDING OR -\$35,000 GF RV See Note Page 1 of 1  
 Dedicates state sales tax revenues collected from the furnishing of hotel rooms in Rapides Parish located outside the city of Alexandria to the Rapides Parish Coliseum Fund

Current law imposes a 4% statewide sales tax on hotel/motel rentals in the state. Of the total, 3% is dedicated back to efforts in Rapides Parish and 0.03% is dedicated to the Louisiana Tourism Promotion District. The remaining 0.97% collected within the city limits of Alexandria is dedicated to the Alexandria/Pineville Exhibition Hall Fund. Collections of this levy originating outside Alexandria are deposited into the state general fund.

Proposed law retains current law and dedicates the proceeds of 0.97% of hotel/motel state sales tax collected within Rapides Parish but outside the city of Alexandria to the Rapides Parish Coliseum Fund for expenses related to the coliseum.

Effective July 1, 2014.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
REVENUES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	(\$35,000)	(\$35,000)	(\$35,000)	(\$35,000)	(\$35,000)	(\$175,000)
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$35,000	\$35,000	\$35,000	\$35,000	\$35,000	\$175,000
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Any implementation costs involved in establishing the dedication will be absorbed in the current budget. On-going administrative costs are anticipated to be minimal and not require a budgetary adjustment.

**REVENUE EXPLANATION**

According to the Department of Revenue, there are about 7 establishments that remit this state tax. Based on the most recent information, this bill is expected to result in about \$35,000 being dedicated to the Rapides Parish Coliseum Fund that is now deposited to the state general fund. To the extent that hotel/motel activity in Rapides Parish outside the city limits of Alexandria changes, the impact of this bill will also change.

The statewide sales tax rate (4%) levied on hotel/motel room rentals in Rapides Parish is currently distributed as such:

Rapides Parish Coliseum Fund	0.25%
Rapides Parish Economic Development Fund	1.25%
Rapides Parish - Alexandria/Pineville Area Tourism Fund	0.75%
Rapides Parish - Pineville Economic Development Fund	0.75%
LA Tourism Promotion District	0.03%
Rapides-Alexandria/Pineville Exhibition Hall Fund	0.97% (collected inside the city limits of Alexandria only)
State General Fund	0.97% (collected in the parish but outside Alexandria)

Dedicated by the bill:  
 Rapides Parish Coliseum Fund 0.97% (collected in the parish but outside Alexandria)

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}	<input type="checkbox"/> 6.8(F) >= \$100,000 SGF Cost {H & S}	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}	<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	

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