

**DEPARTMENT OF TAXATION
2004 Fiscal Impact Statement**

1. Patron Albert C. Pollard, Jr.

2. Bill Number HB 940

3. Committee House Finance

House of Origin:

 X **Introduced**

 Substitute

 Engrossed

4. Title Local Admissions Tax: Authorizes Caroline County to Impose Tax

Second House:

 In Committee

 Substitute

 Enrolled

5. Summary/Purpose:

This bill would add Caroline County to the list of counties that are currently authorized to impose an admissions tax for any event within the county. This tax cannot exceed ten percent of the amount of charge for admission.

The effective date of this bill is not specified.

6. Fiscal Impact Estimates are: Not available. (See Line 8.)

7. Budget amendment necessary: No.

8. Fiscal implications:

This bill will have no impact on state revenues. The bill would have an unknown positive revenue impact on Caroline County if it enacts the admissions tax authorized by this bill. The amount of revenue gain would be dependent upon the number of events for which the tax is imposed, the charge for admission and the rate at which the admissions tax is imposed.

9. Specific agency or political subdivisions affected:

Caroline County

10. Technical amendment necessary: No.

11. Other comments:

Currently, cities and towns that have general taxing powers in their charters may impose an excise tax on admissions. Counties are limited in their taxing powers.

Currently the counties of Arlington, Brunswick, Culpeper, Dinwiddie, Fairfax, New Kent, and Prince George are authorized to levy an admissions tax on any event taking place in the county. This legislation would extend the authority to Caroline County.

Similar Legislation

House Bill 361 authorizes Charles City County to impose the admissions tax.

Senate Bill 374 authorizes Nelson County to impose the admissions tax.

cc : Secretary of Finance