

**DEPARTMENT OF TAXATION
2004 Fiscal Impact Statement**

1. Patron Floyd H. Miles, Sr.

2. Bill Number HB 361

3. Committee House Finance

House of Origin:

 X **Introduced**

 Substitute

 Engrossed

4. Title Local Admissions Tax: Authorizes Charles
City County to Impose Tax

Second House:

 In Committee

 Substitute

 Enrolled

5. Summary/Purpose:

This bill would add Charles City 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 Charles City 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:

Charles City County

10. Technical amendment necessary: No.

11. Other comments:

Currently, cities and towns that have general taxing powers in their charter 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 this authority to Charles City County.

Similar Legislation

House Bill 940 would authorize Caroline County to impose the local admissions tax.

Senate Bill 374 would authorize Nelson County to impose the local admissions tax.

cc : Secretary of Finance