

HOSPITALITY TAX FUND DETAIL

Spartanburg County's 2% Local Hospitality Tax on prepared meals and beverages became effective January 1, 2008. Business owners collect and remit the tax directly to Spartanburg County. The Local Hospitality Tax provides a dedicated source of revenue and an appropriate and efficient means of funding tourist-related infrastructure and capital improvement projects. It is the Council's intent to enhance the County's appeal to tourists through further development of the County as a destination for tourist related activities. Spartanburg County's Local Hospitality Tax was adopted by ordinance as authorized in Article 7 of Chapter 1 of Title 6 of the Code of Laws of South Carolina, 1976, as amended, generally referred to as the "Local Hospitality Tax Act". Additional information on the Hospitality Tax Fund can be found on page K-9 – K-11.

FUND NUMBER: 23	HOSPITALITY TAX FUND						
	FY 06/07	FY 07/08	FY 08/09	FY 09/10	FY 10/11	\$ INC/DEC	% INC/DEC
REVENUES	ACTUAL	ACTUAL	ACTUAL	BUDGET	BUDGET	FY 11 - 10	FY 11 - 10
Hospitality Tax	0	1,852,059	2,900,223	2,600,000	2,900,000	300,000	11.5%
Penalties	0	14,117	46,361	4,000	4,000	0	0.0%
Use of Fund Balance	0	0	0	0	1,061,000	1,061,000	N/A
Other	0	3,645	30,995	1,000	1,000	0	0.0%
REVENUE TOTAL	\$0	\$1,869,821	\$2,977,579	\$2,605,000	\$3,966,000	\$1,361,000	52.2%
EXPENDITURES							
Personnel Services Expenditures	0	22,255	78,917	85,030	85,553	523	0.6%
Operating Expenditures	0	2,457	1,188	17,041	16,133	(908)	-5.3%
Capital Expenditures	0	2,395	(796)	0	0	0	#DIV/0!
Other Expenditures	0	3,494	95,601	95,601	99,651	4,050	4.2%
EXPENDITURE TOTAL	\$0	\$30,600	\$174,910	\$197,672	\$201,337	\$3,665	1.9%
OUTSIDE AGENCIES							
Arts Partnership	0	0	0	0	227,000	227,000	N/A
Regional History Museum	0	0	0	0	39,150	39,150	N/A
Spartanburg Tourism Corporation	0	0	0	0	200,000	200,000	N/A
OUTSIDE AGENCIES TOTAL	\$0	\$0	\$0	\$0	\$466,150	\$466,150	N/A
TRANSFERS/OTHER							
(a) Reserved for Capital Projects	0	0	0	2,407,329	0	(2,407,329)	-100.0%
(b) Capital Projects	0	0	1,600,000	0	1,700,000	1,700,000	N/A
(c) Parks Commission Operating Expenditures	0	0	0	0	207,925	207,925	N/A
(d) Debt Service	0	0	0	0	1,390,588	1,390,588	N/A
TRANSFER TOTAL	\$0	\$0	\$1,600,000	\$2,407,329	\$3,298,513	\$891,184	37.0%
TOTAL EXP. AND TRANSFERS	\$0	\$30,600	\$1,774,910	\$2,605,001	\$3,966,000	\$1,360,999	52.2%
FUND BALANCE							
Beginning Fund Balance	0	0	1,839,221	3,041,890	5,449,218		
Add To/(Use Of) Fund Balance	0	1,839,221	1,202,669	2,407,328	(1,061,000)		
YEAR END FUND BALANCE	\$0	\$1,839,221	\$3,041,890	\$5,449,218	\$4,388,218		

(a) Funds are reserved for future tourism related capital projects.

(b) FY 2010 /11 transfer to the Capital Projects Fund include: Tyger River Regional Park (\$500,000); and Outdoor Adventure Center (\$1,200,000).

(c) Funds are transferred to the Parks Commission Fund for operational expenses related to hospitality tax funded capital projects.

(d) Funds are transferred to the Debt Service Fund to provide for principle and interest payments related to Hospitality Tax Certificates of Participation.