

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 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 beginning on page K-22.

FUND NUMBER: 23	HOSPITALITY TAX FUND						
	FY 07/08	FY 08/09	FY 09/10	FY 10/11	FY 11/12	\$ INC/DEC	% INC/DEC
REVENUES	ACTUAL	ACTUAL	ACTUAL	BUDGET	BUDGET	FY 12-11	FY 12-11
Hospitality Tax	1,852,059	2,900,223	3,158,485	2,900,000	3,200,000	300,000	10.3%
Penalties	14,117	46,361	5,997	4,000	4,000	0	0.0%
Use of Fund Balance	0	0	0	1,061,000	1,382,000	321,000	30.3%
Other	3,645	30,995	8,669	1,000	10,000	9,000	900.0%
REVENUE TOTAL	\$1,869,821	\$2,977,579	\$3,173,151	\$3,966,000	\$4,596,000	630,000	15.9%
EXPENDITURES							
Personnel Services Expenditures	22,255	78,917	73,602	85,553	87,619	2,065	2.4%
Operating Expenditures	2,457	1,188	725	16,133	13,773	(2,359)	-14.6%
Capital Expenditures	2,395	(796)	0	0	0	0	#DIV/0!
Other Expenditures (Indirect Cost)	3,494	95,601	95,601	99,651	86,099	(13,552)	-13.6%
EXPENDITURE TOTAL	\$30,600	\$174,910	\$169,928	\$201,337	\$187,491	(13,846)	-6.9%
OUTSIDE AGENCIES							
Arts Partnership	0	0	0	227,000	227,000	0	0.0%
Regional History Museum	0	0	0	39,150	39,150	0	0.0%
Spartanburg Tourism Corporation	0	0	0	200,000	300,000	100,000	50.0%
OUTSIDE AGENCIES TOTAL	\$0	\$0	\$0	\$466,150	\$566,150	100,000	21.5%
TRANSFERS/OTHER							
(a) Reserved for Capital Projects	0	0	0	0	0	0	0.0%
(b) Capital Projects	0	1,600,000	0	4,450,000	2,150,000	(2,300,000)	-51.7%
(c) Parks Operating Expenditures	0	0	0	207,925	301,871	93,946	45.2%
(d) Debt Service	0	0	322,263	1,390,588	1,390,488	(100)	0.0%
TRANSFER TOTAL	\$0	\$1,600,000	\$322,263	\$6,048,513	\$3,842,359	(2,206,154)	-36.5%
TOTAL EXP. AND TRANSFERS	\$30,600	\$1,774,910	\$492,190	\$6,716,000	\$4,596,000	(2,120,000)	-31.6%
FUND BALANCE							
Beginning Fund Balance	0	1,839,221	3,041,890	5,722,851	1,911,851		
Add To/(Use Of) Fund Balance	1,839,221	1,202,669	2,680,961	(3,811,000)	(1,382,000)		
FUND BALANCE	\$1,839,221	\$3,041,890	\$5,722,851	\$1,911,851	\$529,851		

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

(b) FY 2011/12 transfer to the Capital Projects Fund include: Tyger River Regional Park (\$500,000); Va-Du-Mar McMillan Regional Park (\$250,000); and Holston Creek Regional Park(\$1,400,000). Allocations for FY 10/11 include County Council amendments.

(c) Funds are transferred to the Parks 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.