



HB 3962 Amendments	Expands 70% Net Revenue Use Categories	Creates Sunset of Expansion	Creates Reporting Requirements	Reporting Requirement Repeal Date
-2	Expands to include Public Safety and facilities for water, wastewater, transportation, and recreation .	No	No	NA
-5	Expands to include Public Safety and facilities for water, wastewater, transportation, and recreation .	January 1, 2036	Creates Reporting Requirement	January 2, 2040
-7	Expands to include Public Safety and facilities for water, wastewater, and transportation.	January 1, 2036	Creates Reporting Requirement.	January 2, 2040

Current law requires local governments who first imposed or increased local transient lodging taxes after July 1, 2003, to use at least 70% of net revenues on tourism promotion or tourism-related facilities.

Reporting requirements begin in 2027. Reports are done in odd numbered year and include the previous two fiscal years.

Local governments who impose a local transient lodging to must report to the Department of Revenue:

1. The local transient lodging tax rate imposed
2. The percent and amount of; revenue collected, spent to fund tourism promotion, spent to fund tourism related facilities, and spent to fund tourism impacted services
3. The amount and purpose held in capital reserves
4. Changes to allocation methods or definitions
5. A summary of any advisory board meetings or oversight

Destination management organizations or entities who receive local transient lodging tax revenue under an agreement with local government.

Report to local government a description of:

1. The use of local transient lodging tax revenues received
2. Performance metrics for tourism promotion
3. Compliance with the terms of agreement and key deliverables

The Department of Revenue must publish the report and may provide a summary to legislative committees related to revenue, economic development, and local government.