

**Other Local Taxes**

**General Operating Fund**

**BUDGET SUMMARY**

	FY07 Adopted	FY07 Projected	FY08 Plan	FY08 Adopted
Local Sales Tax	\$ 8,900,000	\$ 8,900,000	\$ 9,800,000	\$ 9,800,000
Transient Occupancy Tax	2,315,000	2,575,000	2,350,000	2,600,000
\$2 Per Night Room Tax	1,050,000	1,000,000	1,050,000	1,050,000
Meals Tax	5,500,000	5,500,000	5,750,000	5,750,000
Delinquent Taxes	30,000	26,000	30,000	30,000
Deeds of Conveyance	525,000	545,000	550,000	550,000
Bank Franchise Tax	260,000	260,000	300,000	300,000
Telecommunication Taxes	640,000	640,000	0	0
Recordation Taxes	2,150,000	2,300,000	2,300,000	2,475,000
<b>Total</b>	<b><u>\$21,370,000</u></b>	<b><u>\$21,746,000</u></b>	<b><u>\$22,130,000</u></b>	<b><u>\$22,555,000</u></b>

**BUDGET COMMENTS**

Other Local Taxes include the budget for the 1 percent **Local Sales Tax**. This tax is collected with the 4.0 percent State sales tax at the time of sale, and remitted to the County. An increase of 10.1 percent is anticipated in FY 2008 due to continued retail expansions in the New Town and Richmond Road areas.

**Transient Occupancy Room Tax** revenues are those received from the 5 percent tax imposed on hotel, motel room sales, and rental condominium units. 60 percent of this tax revenue is targeted toward tourism in compliance with State law. FY 2008 receipts are expected to increase 12.3 percent over the FY 2007 budget. The **\$2 Per Night Room Tax** revenue is passed through to the Williamsburg Area Chamber and Tourism Alliance for marketing by the Williamsburg Area Destination Marketing Committee (WADMC).

The **Meals Tax** represents a tax on prepared food and beverages. The County levies a 4 percent tax. Because of the impact on tourism in the County, it is estimated that 70 percent of the revenue is generated by nonresidents of the County. This has been increasing and is expected to continue as new restaurants are opening in the County.

**Deeds of Conveyance** records revenue received from the tax imposed on conveyance of property deeds. The tax is based on the value of the property involved. This revenue is projected to show continual growth.

**Bank Franchise Tax** represents revenue received from the tax imposed on bank deposits in County bank branches, less certain allowable deductions. This revenue is expected to grow as new banks are opening within the County.

**Telecommunications Taxes** were eliminated as the State replaced them with a flat 5 percent Communications Sales and Use tax effective January 1, 2007.

The **Recordation Taxes** are fees levied for documents recorded at the Clerk of Circuit Court's Office. Fees vary based on the type of document and the value of real estate. This revenue is projected to show continual growth.