

The Senate Finance and Public Utilities Committee offered the following substitute to HB 1519:

A BILL TO BE ENTITLED  
AN ACT

1 To amend Article 3 of Chapter 13 of Title 48 of the Official Code of Georgia Annotated,  
2 relating to the excise tax on the furnishing for value to the public of any rooms, lodgings, or  
3 accommodations, so as to change certain provisions regarding the levy and collection of such  
4 tax; to provide authorization with certain conditions for certain counties and municipalities  
5 to levy such tax; to change certain provisions authorizing certain counties and municipalities  
6 to levy such tax under certain conditions; to provide for requirements and limitations with  
7 respect thereto; to provide for related matters; to provide an effective date; to repeal  
8 conflicting laws; and for other purposes.

9 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

**SECTION 1.**

10 Article 3 of Chapter 13 of Title 48 of the Official Code of Georgia Annotated, relating to the  
11 excise tax on the furnishing for value to the public of any rooms, lodgings, or  
12 accommodations, is amended by striking paragraphs (1) and (2) of subsection (a) of Code  
13 Section 48-13-51, relating to the levy and collection of certain excise taxes, and inserting in  
14 their place new paragraphs (1) and (2) to read as follows:  
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16 "(a)(1)(A) The governing authority of each municipality in this state may levy and  
17 collect an excise tax upon the furnishing for value to the public of any room or rooms,  
18 lodgings, or accommodations furnished by any person or legal entity licensed by, or  
19 required to pay business or occupation taxes to, the municipality for operating a hotel,  
20 motel, inn, lodge, tourist camp, tourist cabin, campground, or any other place in which  
21 rooms, lodgings, or accommodations are regularly furnished for value. Within the  
22 territorial limits of the special district located within the county, each county in this  
23 state may levy and collect an excise tax upon the furnishing for value to the public of  
24 any room or rooms, lodgings, or accommodations furnished by any person or legal  
25 entity licensed by, or required to pay business or occupation taxes to, the county for  
26 operating within the special district a hotel, motel, inn, lodge, tourist camp, tourist

1 cabin, campground, or any other place in which rooms, lodgings, or accommodations  
2 are regularly furnished for value. The provisions of this Code section shall control over  
3 the provisions of any local ordinance or resolution to the contrary enacted pursuant to  
4 Code Section 48-13-53 and in effect prior to July 1, 1998. Any such ordinance shall  
5 not be deemed repealed by this Code section but shall be administered in conformity  
6 with this Code section.

7 (B)(i) The excise tax shall be imposed on any person or legal entity licensed by or  
8 required to pay a business or occupation tax to the governing authority imposing the  
9 tax for operating a hotel, motel, inn, lodge, tourist camp, tourist cabin, campground,  
10 or any other place in which rooms, lodgings, or accommodations are regularly  
11 furnished for value and shall apply to the furnishing for value of any room, lodging,  
12 or accommodation. Every person or entity subject to a tax levied as provided in this  
13 Code section shall, except as provided in this Code section, be liable for the tax at the  
14 applicable rate on the lodging charges actually collected or, if the amount of taxes  
15 collected from the hotel or motel guest is in excess of the total amount that should  
16 have been collected, the total amount actually collected must be remitted.

17 (ii) Any tax levied as provided in this Code section is also imposed upon every  
18 person or entity who is a hotel or motel guest and who receives a room, lodging, or  
19 accommodation that is subject to the tax levied under this Code section. Every such  
20 guest subject to the tax levied under this Code section shall pay the tax to the person  
21 or entity providing the room, lodging, or accommodation. The tax shall be a debt of  
22 the person obtaining the room, lodging, or accommodation to the person or entity  
23 providing such room, lodging, or accommodation until it is paid and shall be  
24 recoverable at law by the person or entity providing such room, lodging, or  
25 accommodation in the same manner as authorized for the recovery of other debts.  
26 The person or entity collecting the tax from the hotel or motel guest shall remit the tax  
27 to the governing authority imposing the tax, and the tax remitted shall be a credit  
28 against the tax imposed by division (i) of this subparagraph on the person or entity  
29 providing the room, lodging, or accommodation.

30 (C)(i) The tax authorized by this Code section shall not apply to charges made for  
31 any rooms, lodgings, or accommodations provided to any persons who certify that  
32 they are staying in such room, lodging, or accommodation as a result of the  
33 destruction of their home or residence by fire or other casualty. The tax authorized by  
34 this Code section shall apply to the fees or charges for any rooms, lodgings, or  
35 accommodations during the first ten days of continuous occupancy and shall not apply  
36 to charges imposed for any continuous occupancy thereafter. The tax authorized by

1 this Code section shall not apply to charges made for the use of meeting rooms and  
2 other such facilities or to any rooms, lodgings, or accommodations provided without  
3 charge.

4 (ii) The tax authorized by this Code section shall not apply to the charges for any  
5 rooms, lodgings, or accommodations furnished for a period of one or more days for  
6 use by Georgia state or local governmental officials or employees when traveling on  
7 official business. Notwithstanding the availability of any other means of identifying  
8 the person as a state or local government official or employee, whenever a person  
9 pays for any rooms, lodgings, or accommodations with a state or local government  
10 credit or debit card, such rooms, lodgings, or accommodations shall be deemed to  
11 have been furnished for use by a Georgia state or local government official or  
12 employee traveling on official business for purposes of the exemption provided by  
13 this division.

14 (D) Except as provided in paragraphs (2.1), (3), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7),  
15 (4), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), and (5.2) of this subsection,  
16 no tax levied pursuant to this Code section shall be levied or collected at a rate  
17 exceeding 3 percent of the charge to the public for the furnishings.

18 (2) A county or municipality levying a tax as provided in paragraph (1) of this subsection  
19 shall in each fiscal year beginning on or after July 1, 1987, expend for the purpose of  
20 promoting tourism, conventions, and trade shows a percentage of the total taxes collected  
21 under this Code section which is not less than the percentage of such tax collections  
22 expended for such purposes during the immediately preceding fiscal year. In addition,  
23 if during such immediately preceding fiscal year any portion of such tax receipts was  
24 expended for such purposes through a grant to or a contract or contracts with the state,  
25 a department of state government, a state authority, or a private sector nonprofit  
26 organization, then in each fiscal year beginning on or after July 1, 1987, at least the same  
27 percentage shall be expended through a contract or contracts with one or more such  
28 entities for the purpose of promoting tourism, conventions, and trade shows. The  
29 expenditure requirements of this paragraph shall cease to apply to a county or  
30 municipality which levies a tax at a rate in excess of 3 percent, as authorized under  
31 paragraphs (2.1), (3), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4), (4.1), (4.2), (4.3), (4.4),  
32 (4.5), (4.6), (4.7), (5), (5.1), and (5.2) of this subsection; and in such case the expenditure  
33 requirements of such paragraph of this subsection pursuant to which such tax is levied  
34 shall apply instead."

**SECTION 2.**

Said article is further amended in subsection (a) of Code Section 48-13-51, relating to the levy and collection of certain excise taxes, by adding a new paragraph immediately following paragraph (2), to be designated paragraph (2.1), to read as follows:

"(2.1)(A) Notwithstanding the provisions of paragraph (1) of this subsection, a county (within the territorial limits of the special district located within the county) and municipalities within such a county in which county or municipality community auditorium or theater facilities owned and operated by a municipality have been renovated which renovations are completed substantially on or before July 1, 1995, and which county and municipalities have not previously levied a 6 percent tax under paragraph (4) of this subsection may levy a tax under this Code section at a rate of 5 percent.

(B) A county or municipality levying a tax pursuant to this paragraph shall expend (in each fiscal year during which the tax is collected under this paragraph) an amount equal to the amount by which the total taxes collected under this Code section exceed the taxes which would be collected at a rate of 3 percent for the purpose of general recreation. Amounts so expended shall be expended only through a contract or contracts with a recreation authority created by local Act of the General Assembly."

**SECTION 3.**

Said article is further amended by striking paragraph (6) of subsection (a) of Code Section 48-13-51, relating to the levy and collection of certain excise taxes, and inserting in its place a new paragraph (6) to read as follows:

"(6) At no time shall a county or municipality levy a tax under more than one paragraph of this subsection. Following the termination of a tax under paragraph (2.1), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection, any county or municipality which has levied a tax pursuant to paragraph (2.1), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection shall be authorized to levy a tax in the manner and at the rate authorized by either paragraph (1), paragraph (3), or paragraph (4) of this subsection but shall not thereafter be authorized to again levy a tax under paragraph (2.1), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection."

**SECTION 4.**

Said article is further amended by striking paragraphs (9) and (10) of subsection (a) of Code Section 48-13-51, relating to the levy and collection of certain excise taxes, and inserting in their places new paragraphs (9) and (10) to read as follows:

"(9)(A) A county or municipality imposing a tax under paragraph (1), (2), (2.1), (3), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection shall prior to the imposition of the tax (if the tax is imposed on or after July 1, 1990) and prior to each fiscal year thereafter in which the tax is imposed adopt a budget plan specifying how the expenditure requirements of this Code section will be met. Prior to the adoption of such budget plan, the county or municipality shall obtain from the authorized entity with which it proposes to contract to meet the expenditure requirements of this Code section a budget for expenditures to be made by such organization; and such budget shall be made a part of the county or municipal budget plan.

(B) The determination as to whether a county or municipality has complied with the expenditure requirements of paragraph (2), (2.1), (3), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection shall be made for each fiscal year beginning on or after July 1, 1987, as of the end of each fiscal year, shall be prominently reflected in the audit required under Code Section 36-81-7, and shall be determined by: (i) calculating the amount of funds expended or contractually committed for expenditure as provided in paragraph (2), (2.1), (3), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection, whichever is applicable, during the fiscal year; and (ii) expressing such amount as a percentage of tax receipts under this Code section during such fiscal year. A county or municipality contractually expending funds to meet the expenditure requirements of paragraph (2), (2.1), (3), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection shall require the contracting party to provide audit verification that the contracting party makes use of such funds in conformity with the requirements of this subsection.

(10) Nothing in this article shall be construed to limit the power of a county or municipality to expend more than the required amounts, or all, of the total taxes collected under this Code section for the purposes described in paragraph (2), (2.1), (3), (3.1), (3.2), (3.3), (3.4), (3.5), (3.7), (4), (4.1), (4.2), (4.3), (4.4), (4.5), (4.6), (4.7), (5), (5.1), or (5.2) of this subsection."

**SECTION 5.**

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This Act shall become effective upon its approval by the Governor or upon its becoming law  
without such approval.

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**SECTION 6.**

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All laws and parts of laws in conflict with this Act are repealed.