



**Fiscal Estimate Narratives**

**TOUR 12/8/2005**

LRB Number <b>05-3719/1</b>	Introduction Number <b>AB-856</b>	Estimate Type <b>Original</b>
<b>Description</b> Authorizing the villages of Sister Bay and Ephraim to become premier resort areas		

**Assumptions Used in Arriving at Fiscal Estimate**

There would be no cost to the Dept. of Tourism if the Villages of Ephraim and Sister Bay were authorized to become premier resort areas. There would, however, likely be some cost at the Dept. of Revenue as they would have to collect the additional 0.5% premier resort tax and distribute it back to the villages to be used for infrastructure expenses.

The Villages of Ephraim and Sister Bay would realize an increase in their current revenues due to the additional 0.5% premier resort tax being collected on the sales of goods sold by tourism related retailers. These revenues could then be used to pay for infrastructure expenses which the villages must currently pay using other funding sources. In order to determine the amount of revenue that would be generated, one would need to have the records of total sales from all tourism related retailers in each of the villages.

**Long-Range Fiscal Implications**