

## REPORT OF CONFERENCE COMMITTEE

**MR. SPEAKER AND MADAM PRESIDENT:**

We, the undersigned conferees, have had under consideration the amendments to the following entitled BILL:

H. B. No. 1087: City of Horn Lake; authorize to levy hotel and motel tax for tourism.

We, therefore, respectfully submit the following report and recommendation:

1. That the Senate recede from its Amendment No. 1.
2. That the House and Senate adopt the following amendment:

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

10           **SECTION 1.** As used in this act, the following terms shall  
11 have meanings ascribed in this section unless otherwise clearly  
12 indicated by the context in which they are used:

13           (a) "Governing authorities" means the governing  
14 authorities of the City of Horn Lake, Mississippi.

15           (b) "Hotel" or "motel" means any establishment engaged  
16 in the business of furnishing or providing rooms intended or  
17 designed for dwelling, lodging or sleeping purposes to transient  
18 guests and which are known in the trade as such. The term "hotel"  
19 or "motel" does not include any hospital, convalescent or nursing  
20 home or sanitarium, or any hotel-like facility operated by or in  
21 connection with a hospital or medical clinic providing rooms  
22 exclusively for patients and their families.

23           **SECTION 2.** (1) For the purpose of providing funds to  
24 promote the attributes of the City of Horn Lake, Mississippi, and  
25 to promote the city's tourism and economic development, the  
26 governing authorities of the City of Horn Lake, in their  
27 discretion, are authorized to levy and collect from every person,  
28 firm or corporation operating a hotel or motel in the city a tax,  
29 which shall be in addition to all other taxes and assessments  
30 imposed and which shall not exceed Two Dollars (\$2.00) per room

31 rental upon each overnight room rental in all such hotels or  
32 motels in the city, excluding charges for food, telephone,  
33 laundry, beverages and similar charges. The tax shall not be  
34 levied upon or collected on room rentals for day meetings where  
35 the room does not serve as overnight sleeping accommodations.

36 (2) Persons, firms or corporations liable for the tax  
37 imposed under subsection (1) of this section shall add the amount  
38 of the tax to the sales price and shall collect, insofar as is  
39 practicable, the amount of the tax due by him from the person  
40 receiving the services or product at the time of payment therefor.

41 (3) Such tax shall be collected by and paid to the State Tax  
42 Commission on a form prescribed by the State Tax Commission in the  
43 same manner that state sales taxes are computed, collected and  
44 paid; and the full enforcement provisions and all other provisions  
45 of Chapter 65, Title 27, Mississippi Code of 1972, shall apply as  
46 necessary to the implementation and administration of this act.

47 (4) The proceeds of such tax, less three percent (3%)  
48 thereof which shall be retained by the State Tax Commission to  
49 defray the costs of collection, shall be paid to the governing  
50 authorities on or before the fifteenth day of the month following  
51 the month in which collected.

52 (5) The proceeds of such tax shall not be considered by the  
53 City of Horn Lake as general fund revenues but shall be dedicated  
54 to and expended solely for the purposes specified in this section.

55 **SECTION 3.** Before the tax authorized by this act may be  
56 imposed, the governing authorities shall adopt a resolution  
57 declaring their intention to levy the tax, setting forth the  
58 amount of such tax and establishing the date on which the tax  
59 initially shall be levied and collected. Notice of the proposed  
60 tax shall be published once each week for at least three (3)  
61 consecutive weeks in a newspaper having a general circulation in  
62 the City of Horn Lake. The first publication of the notice shall

63 be made not less than twenty-one (21) days before the date fixed  
64 in the resolution on which the tax initially is to be levied and  
65 collected, and the last publication of the notice shall be made  
66 not more than seven (7) days before such date. If, within the  
67 time of giving notice, twenty percent (20%) or fifteen hundred  
68 (1500), whichever is less, of the qualified electors of the City  
69 of Horn Lake, file a written petition against the levy of such  
70 tax, then the tax shall not be levied unless authorized by a sixty  
71 percent (60%) majority of the qualified electors of the City of  
72 Horn Lake, voting at an election to be called and held for that  
73 purpose. At least thirty (30) days before the effective date of  
74 the tax, the governing authorities shall furnish to the State Tax  
75 Commission a certified copy of the resolution evidencing such tax.

76 **SECTION 4.** Accounting for receipts and expenditures of the  
77 funds described in this act shall be made separately from the  
78 accounting of receipts and expenditures of the general fund and  
79 any other funds of the City of Horn Lake. The records reflecting  
80 the receipts and expenditures of the funds prescribed in this act  
81 shall be audited annually by an independent certified public  
82 accountant, and the accountant shall make a written report of his  
83 audit to the governing authorities. The audit shall be made and  
84 completed as soon as practicable after the close of the fiscal  
85 year, and expenses of such audit shall be paid from the funds  
86 derived pursuant to this act.

87 **SECTION 5.** The provisions of this act shall be repealed from  
88 and after July 1, 2008.

89 **SECTION 6.** The governing authorities of the City of Horn  
90 Lake, Mississippi, shall submit this act, immediately upon  
91 approval by the Governor, or upon approval by the Legislature  
92 subsequent to a veto, to the Attorney General of the United States  
93 or to the United States District Court for the District of

94 Columbia in accordance with the provisions of the Voting Rights  
95 Act of 1965, as amended and extended.

96         **SECTION 7.** This act shall take effect and be in force from  
97 and after the date it is effectuated under Section 5 of the Voting  
98 Rights Act of 1965, as amended and extended.

**Further, amend by striking the title in its entirety and  
inserting in lieu thereof the following:**

1         AN ACT TO AUTHORIZE THE GOVERNING AUTHORITIES OF THE CITY OF  
2 HORN LAKE, MISSISSIPPI, TO LEVY A TWO DOLLAR TAX UPON EACH  
3 OVERNIGHT HOTEL AND MOTEL ROOM RENTAL IN THE CITY; TO PROVIDE FOR  
4 A PETITION ELECTION ON THE QUESTION OF IMPOSING SUCH A TAX; TO  
5 PROVIDE THAT THE TAX SHALL BE COLLECTED BY THE STATE TAX  
6 COMMISSION AND PAID TO THE CITY OF HORN LAKE; TO PROVIDE THAT THE  
7 PROCEEDS FROM THE TAX SHALL BE USED FOR THE PURPOSE OF PROMOTING  
8 THE ATTRIBUTES OF THE CITY; AND FOR RELATED PURPOSES.

CONFEREES FOR THE HOUSE

CONFEREES FOR THE SENATE

X (SIGNED)  
Willie J. Perkins, Sr.

X (SIGNED)  
Ralph H. Doxey

(NOT SIGNED)  
Joey Fillingane

X (SIGNED)  
Jack Gordon

X (SIGNED)  
Percy W. Watson

X (SIGNED)  
Thomas E. Robertson