

Department of Legislative Services
Maryland General Assembly
2001 Session

FISCAL NOTE

House Bill 1275 (Delegate Brinkley, *et al.*)
Ways and Means

Frederick County - Admissions and Amusement Tax - Events to Benefit Charity

This bill authorizes Frederick County to exempt for-profit and not-for-profit entities from the admissions and amusement tax if the net proceeds from the event solely benefit a charitable, educational, or religious organization that is tax exempt under § 501(c)(3) of the Internal Revenue Code.

The bill takes effect July 1, 2001.

Fiscal Summary

State Effect: None.

Local Effect: Minimal decrease in Frederick County revenues from reduced admissions and amusement tax receipts. County expenditures would not be affected.

Small Business Effect: Minimal.

Analysis

Current Law: For-profit events in Frederick County are subject to the admissions and amusement tax. Not-for-profit events are not subject to the admissions and amusement tax.

Local Fiscal Effect: Admissions and amusement tax rates in Frederick County range from 0.5% to 5% depending on the event. In the first quarter of 2000 Frederick County

had no events that would have been affected by the bill. It is assumed that any reduction in admissions and amusement taxes would be minimal.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Frederick County, Department of Legislative Services

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ncs/jr

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