HB 6119

AN ACT CONCERNING ARTS, CULTURE AND TOURISM FUNDING.

Organizing Meeting, 2/5/21

Note, this meeting is being recorded Also, please stay on mute and use the chat box

OUTCOMES

- 1. *Knowledge* share information about the context for this issue and the proposed legislation as it stands now
- 2. *Community* develop a shared sense of understanding around the challenges and opportunities related to arts, culture, and tourism funding
- 3. *Advocacy* articulate next steps for advocates in and outside the legislature

Part 1: KNOWLEDGE

- The current state of arts, culture, and tourism (ACT) funding
- The problem
- The opportunity
- The process

Current State of ACT Funding

• Guests at hotel, B+B, or Airbnb pay Hotel Occupancy Tax = average \$110M/yr

For many years, this went directly into the General Fund

Recently, the state created Tourism Fund

- Invest in the arts, culture, and tourism industries
- A special, protected fund, separate from the General Fund

• The state deposits 10% of Hotel Occupancy Tax into the Tourism Fund annually

- The Tourism Fund has been working great = stable, \$13M/year
 - Arts + Culture (COA, CT Humanities, Line Items): \$5.5M/year
 - Tourism (CT Office of Tourism, Line Items): \$7.5M/year

The Problem

- Funding to arts and tourism has decreased substantially over the last decade
- COVID has decimated Hotel Occupancy tax
 - OPM estimates that the fund will be short \$14M by the end of this fiscal year in June



Hotel Occupancy Tax

The Opportunity - HB 6119

- Change name to "Arts, Culture, and Tourism Fund"
- Codify 40% to arts and culture and 60% to tourism
 - This is the current but not legislated division
- Increase allocation of Hotel Occupancy tax to 25%
 - In a normal year, this would generate an additional \$20M to these industries:
 - \$13M for arts/culture
 - **\$20M for tourism**
 - With current projections for next year, this would help keep the overall fund in balance
 - When hotel occupancy tax rebounds and stabilizes, this will create sustainability



The Process



- Both the Governor's transition committee for ACT and a Blue Ribbon Commission on Tourism in 2018 suggested these improvements
 - A similar bill (HB 7307) came before legislature in 2019, but didn't pass
- Governor's Proposed FY22-23 Budget: **Tuesday**
- Public hearing for HB 6119 with Commerce Committee: **Thursday at 10am**
 - If it's voted out of Commerce Committee, it will go to Finance Committee
 - Then, could go to the floor sometime in May

Part 2: COMMUNITY

What are your questions, comments, responses?

Please put questions in the chat and we will select some folks to share.

Further questions can be sent to johnmichael.parker@cga.ct.gov

Part 3: ADVOCACY

- Public Hearing, Thursday 2/11 @ 10 AM Testify!
 - Write testimony (reference HB 6119) and send to <u>cetestimony@cga.ct.gov</u>
 - Register to testify live, via Zoom, at <u>https://zoom.us/webinar/register/WN_fJuX3IIKSOehz8YiRtSqwg</u> by Wednesday 2/10 at 3 PM
 - Schedule will be shared by 9 AM on 2/11 at <u>https://www.cga.ct.gov/ce/</u>
- Contact your legislators
 - Best to call! Writing is okay, too. Be personal and specific!
 - Look up your State Rep and Senator (where you live and vote) here: <u>https://cga.ct.gov/asp/menu/cgafindleg.asp</u>
- Contact <u>johnmichael.parker@cga.ct.gov</u> to be a part of the organizing team as we move forward