

ACCOMMODATION ORDINANCE

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## ACCOMMODATION ORDINANCE

AN ORDINANCE providing for the assessment and collection of an excise tax on persons engaged in the business of providing rooms for dwelling, lodging or sleeping purposes to transient guests; purpose; to require reports; provide for the powers and duties of the county treasurer; power to contract for fund administration; to provide penalties; to provide for abatements and refunds; and to provide for disposition of revenues.

The Washtenaw County Board of Commissioners hereby ordains.

### SECTION 1 DEFINITIONS

(a) "Accommodations" means the room or other space provided for sleeping, including furnishings and other accessories therein; does not include food and beverages.

(b) "County Treasurer" means the elected county treasurer or his duly authorized representative.

(c) "Convention and entertainment facilities" means all or any part, or any combination of convention halls, auditoriums, stadiums, music halls, arenas, meeting rooms, exhibit areas and related public areas.

(d) "Person" means a natural person, partnership, fiduciary, association, corporation or other entity.

(e) "Revenues" means the income derived from the excise tax levied under this Ordinance, plus interest and penalties imposed by this Ordinance.

(f) "Transient guest" means a natural person staying less than thirty (30) consecutive days.

### SECTION 2 PURPOSE

The purpose of this Ordinance is to raise money to promote and encourage tourist and convention business in the County of Washtenaw and to finance the acquisition, construction, improvement, enlargement, repair or maintain convention and entertainment facilities.

### SECTION 3 LEVY OF TAX, COLLECTION, RATE, EXCEPTIONS

(a) There is hereby levied upon and shall be collected from all persons engaged in the business of providing rooms for dwelling,

lodging or sleeping purposes to transient guests, whether or not membership is required for the use of the accommodations, an excise tax equal to 2% of the total charge for accommodations.

(b) No tax shall be imposed hereunder upon hospitals or nursing homes, or upon a corporation or association organized and operated exclusively for religious, charitable or educational purposes, in which no part of the net earnings inures to the benefit of any private shareholder or individual.

#### SECTION 4 COLLECTIONS

All persons who are engaged in the business of providing rooms for dwelling, lodging or sleeping purposes to transient guests shall collect the tax imposed in Section 3 hereof, for the County of Washtenaw.

#### SECTION 5 REPORTS, REMITTANCES

On or before the fifteenth day of each month, every person required in Section 4 thereof to collect the tax imposed herein shall file a report for the preceding month with the County Treasurer showing the total amount of consideration paid for all accommodations in the preceding month, the amount of the tax collected on such accommodations and any other information that the County Treasurer may reasonably require. Such person shall pay the tax due on such accommodations at the time of filing his report with the County Treasurer. All remittances of taxes imposed by this Ordinance shall be to the County Treasurer by bank draft, check, cashier's check, money order, certificate of deposit or money. The County Treasurer shall issue his receipt, and shall forthwith deposit all monies received in a special fund of the County; Provided, However, that no remittance other than cash shall be a final discharge of liability for the tax herein assessed and levied unless and until it has been paid in cash.

#### SECTION 6 POWERS AND DUTIES OF COUNTY TREASURER, RULES AND REGULATIONS, COLLECTION EXPENSES

The County Treasurer shall collect the tax imposed in Section 3 herein and shall administer and enforce this Ordinance. The County Treasurer shall have the power to make such rules and regulations, subject to the approval of the Board of Commissioners, as are necessary to effectively collect the tax levied herein and shall upon reasonable notice have access to books and records necessary to enable him to determine the correctness of any report filed as required by this Ordinance and the amount of taxes due

under the provisions of this Ordinance. The County Treasurer shall furnish forms, instructions, manuals and other materials necessary for indorsement of the tax and the auditing of tax returns to each taxpayer. The County will receive an amount not to exceed ten percent (10%) of all proceeds collected under this Ordinance plus all interest and penalty fees for administrative and enforcement expenses incurred by the County.

SECTION 7  
POWER TO CONTRACT FOR FUND ADMINISTRATION

The County of Washtenaw may enter into a contract with a non-profit agency outside of the county government to carry out the purposes of this Ordinance.

SECTION 8  
ABATEMENTS AND REFUNDS

If a return or remittance is filed after the due date set forth in Section 5 and it is shown that the failure to file it was due to reasonable cause and not due to willfull neglect, as determined by the County Treasurer, the penalty and interest prescribed in Section 11 shall not apply; Provided, However, the County Treasurer shall at no time have the power or authority to cancel or diminish any part of the tax imposed under this Ordinance unless the tax was inadvertently collected from a person meeting the requirements in Section 3 (b) or a court of competent jurisdiction orders such.

SECTION 9  
OTHER TAXES NOTWITHSTANDING

The taxes levied under this ordinance shall be in addition to any other taxes, charges or fees.

SECTION 10  
DISPOSITION OF REVENUES

The revenues derived from the taxes imposed pursuant to this Ordinance may be used by the County or any authority which is organized pursuant to state law for only the following purposes:

- (a) The cost of administration and enforcement of the Ordinance.
- (b) The financing of the acquisition, construction, improvement, enlargement, repair or maintenance of convention and entertainment facilities, including the payment of principal and interest, when due, on bonds or other evidence of indebtedness issued by the County for convention and entertainment facilities.
- (c) Current or future annyal rental payable by the County to an authority organized pursuant to state law for the purpose of acquiring, construction, improving, enlarging, repairing or maintaining

the convention and entertainment facilities and leasing them to the County.

(d) The promotion and encouragement of tourist and convention business in the County.

SECTION 11  
PENALTIES

Any person who violates any provision of this Ordinance shall be deemed guilty of a misdemeanor and upon conviction thereof shall be fined an amount not to exceed One Hundred (\$100.00) Dollars or imprisoned in the County Jail for a period not to exceed ninety (90) days, or by both such fine and imprisonment. In addition, any person who fails to remit the tax or violates the reporting provision imposed by this Ordinance within the time required shall forfeit an additional five (5%) percent of the amount of the unpaid tax per month or fraction thereof after the due date thereof until paid; Provided, However, said penalty shall not exceed twenty-five (25%) percent of the unpaid tax. In addition, delinquent taxes shall draw interest at the rate of one (1%) percent per month or fraction thereof of the unpaid tax after the due date thereof until paid. Any penalty and/or interest added thereto shall be collected as part of the tax.

SECTION 12  
WASHTENAW COUNTY ACCOMMODATION ORDINANCE COMMISSION

A. The Washtenaw County Accommodation Ordinance Commission is hereby established as the official governing board for the purpose of this Ordinance.

B. The Washtenaw County Accommodation Ordinance Commission shall consist of nine (9) members. The members shall be appointed by the following organizations:

| <u>Number to be Appointed</u> | <u>Appointing Agency</u>                                                                                                  |
|-------------------------------|---------------------------------------------------------------------------------------------------------------------------|
| 2                             | Washtenaw County Board of Commissioners<br>(appointments to be members of the<br>Washtenaw County Board of Commissioners) |
| 2                             | Washtenaw County Board of Commissioners<br>(At-Large appointments - not Washtenaw<br>County Board of Commissioners)       |
| 3                             | Board of Directors of the Greater Ann<br>Arbor Chamber of Commerce                                                        |
| 2                             | Board of Directors of the Greater<br>Ypsilanti Chamber of Commerce                                                        |

The original appointments shall run from September 1, 1975 until December 31, 1976. Subsequent appointments shall be from one (1) year expiring on December 31 of each subsequent year. The Commission may be increased by the Washtenaw County Board of Commissioners to reflect representatives of new incorporated non-profit agencies with which the County may contract with for use of the proceeds of this tax.

C. Meetings - The Commission shall meet at least quarterly every year. All meetings of the Commission shall be open to the public. Any person or representative of his/her choice shall be entitled to appear and be heard on any matter before the Commission before it reaches its decision. The Commission shall keep a record which shall be open to public view of its resolutions, proceedings and actions. The Commission shall establish by-laws and rules of procedure for its operations. These by-laws and rules of procedure shall be approved by the Washtenaw County Board of Commissioners.

D. Functions and Duties - The Washtenaw County Accommodation Ordinance Commission shall carry out the following functions and perform the following duties:

1. Recommend to the Washtenaw County Board of Commissioners that it contract with local agencies to perform the functions of this Ordinance.
2. Annually review existing and proposed contracts with local agencies and report its recommendations to the Washtenaw County Board of Commissioners.
3. Annually review and approve the budgets of any local agency which has a contract under this Ordinance.
4. Review annual audits of any local agency which has a contract under this Ordinance and report to the Washtenaw County Board of Commissioners on its review.
5. Quarterly review financial and program reports submitted by local agencies which have contracts under this Ordinance.
6. Annually review and report to the Washtenaw County Board of Commissioners on the distribution of the proceeds of this tax to local agencies.
7. Assist the Treasurer in any collection problem that may arise.
8. Perform such other duties that are consistent with this Ordinance and are from time to time authorized by the Washtenaw County Board of Commissioners.

SECTION 13  
SEPARABILITY

If any section, subsection, sentence, clause, phrase or portion of this Ordinance is, for any reason, held invalid or unconstitutional by any court of competent jurisdiction, such portion shall be deemed a separate, distinct and independent provision and such holding shall not affect the validity of the remaining portions hereof.

SECTION 14  
REPEAL OF CONFLICTING ORDINANCES

All ordinances or parts of ordinances conflicting with the provisions of this ordinance of Washtenaw County are hereby repealed.

SECTION 15  
EFFECTIVE DATE

This ordinance shall become effective on the 1st day of September, 1975.



IN WITNESS WHEREOF, this ordinance is hereby executed this \_\_\_\_\_  
day of \_\_\_\_\_ 1977.

ATTESTED TO:

COUNTY OF WASHTENAW

BY: \_\_\_\_\_  
Robert M. Harrison  
Washtenaw County Clerk

BY: \_\_\_\_\_  
Margaret A. Kuebler, Chair  
Washtenaw County Board of  
Commissioners

Approved \_\_\_\_\_

\_\_\_\_\_  
Governor