MINUTES OF THE CITY OF SKY VALLEY PUBLIC HEARING HELD ON A TUESDAY, JUNE 20, 2023 AT 3608 HWY 246 (NEW CITY HALL) & VIA TELECONFERENCE (ZOOM) SKY VALLEY GA 30537

MEMBERS PRESENT: Mayor Steil, Councilors Darrah, Oliver, Turner, Allred, and Curtis

STAFF PRESENT: City Manager Streetman, City Clerk Fleming, and Communications

Specialist Van Camp

Intro:

The purpose of this public hearing is to receive public comments on the proposed ordinance to increase the hotel/motel tax rate from 5% to 8% with an effective date of July 1, 2023.

Hotel/motel tax increase from 5% to 8%

Mayor Steil asked City Manager Streetman to go over the pending Ordinance to change the current Hotel/Motel Tax from 5% to 8%. City Manager Streetman stated that House Bill 59 was passed at the 2023 regular session of the Georgia General Assembly authorizing imposition of a excise tax of up to eight percent. The distribution of the funds would also be changed: 43.75% to a Destination Marketing Organization, such as Forward Rabun, 37.5% to the City's General Fund, 18.75% to a Tourism Product Development such as a brick & mortar, pickleball courts, and hiking trails. This would give the city the ability to do more things.

<u>Councilor Curtis</u> stated that this would help with marketing efforts and help with the burden of the Police Department concerning short-term rentals and septic measures. This would also help with not having to increase property taxes. <u>Karla Stahl, 74 Red Wolf Trail</u>, commented on the process of collecting the tax as the formula is hard to figure and also there is a lot of paperwork to keep up with. She requested that the formula be changed and asked who was going to monitor the submission. <u>Councilor Allred</u> stated that the formula is a state statute. <u>Councilor Darrah</u> stated that the process will be addressed under the pending Short Term Rental Ordinance.

As no further comments were made, the public hearing adjourned at 9:19 A.M.

Respectfully submitted:

Hollie Steil, Mayor

Attested:

Karen Fleming, City Clerk