

House Bill 220

Statewide Bed Tax

Office of Rep. Andrew Gray

Background Information

- Alaska is the only state without any form of statewide bed tax in the country.
- Alaska receives over 2.5 million tourists annually.

Bed Taxes by State

State	State lodging tax rates	
Alabama	5% state lodging tax for 16 Mountain Lake counties, 4% state lodging tax for all other counties	9% state rentals tax
Alaska	None	6.625% state sales tax, plus 5% state occupancy tax
Arizona	5.5% state transaction privilege tax (TPT)	5.125% state gross receipts tax
Arkansas	6.5% state sales tax plus 2% state tourism tax	4% state sales tax
California	None*	4.75% state sales tax
Colorado	2.9% state sales tax	5% state sales tax
Connecticut	15% state room occupancy tax	5.75% state sales tax
Delaware	8% state lodging tax	4.5% state sales tax
Florida	6% state sales tax	1.8% state lodging tax
Georgia	4% state sales tax, plus \$5/night (nightly tax only for certain facilities)	6% state sales tax
Hawaii	14.16% on Maui, 14.69% on Hawaii and Kauai, 14.96% on Oahu	7% state sales tax, plus 6% state hotel tax, (13%) if renting a hotel or room.
Idaho	6% state sales tax plus 2% travel and convention tax	5% state sales tax, plus 2% state accommodation tax
Illinois	6% state hotel tax	4.5% state sales tax, plus 1.5% state tourism tax
Indiana	7% state sales tax	7% state sales tax
Iowa	5% state hotel tax	6% state hotel tax
Kansas	6.5% state sales tax	4.7% state sales tax, plus 0.32% state transient room tax
Kentucky	6% state sales tax plus 1% state transient room tax	9% state rooms tax
Louisiana	4.45% state sales tax	4.3% state sales tax, plus 1% local sales tax
Maine	9% state lodging tax	6.5% state sales tax
Maryland	6% state sales tax	5% state sales tax
Massachusetts	5.7% state room occupancy tax	6% state sales tax
Michigan	6% state use tax	4% state sales tax
Minnesota	6.875% state sales tax	None*
Mississippi	7% state sales tax	None*
Missouri	4.225% state sales tax	None*
Montana	7% lodging facility sales and use tax	None*
Nebraska	5.5% state sales tax, plus 1% state lodging tax	None*
Nevada	None*	None*
New Hampshire		9% state rentals tax
New Jersey		6.625% state sales tax, plus 5% state occupancy tax
New Mexico		5.125% state gross receipts tax
New York		4% state sales tax
North Carolina		4.75% state sales tax
North Dakota		5% state sales tax
Ohio		5.75% state sales tax
Oklahoma		4.5% state sales tax
Oregon		1.8% state lodging tax
Pennsylvania		6% state sales tax
Rhode Island		7% state sales tax, plus 6% state hotel tax, (13%) if renting a hotel or room.
South Carolina		5% state sales tax, plus 2% state accommodation tax
South Dakota		4.5% state sales tax, plus 1.5% state tourism tax
Tennessee		7% state sales tax
Texas		6% state hotel tax
Utah		4.7% state sales tax, plus 0.32% state transient room tax
Vermont		9% state rooms tax
Virginia		4.3% state sales tax, plus 1% local sales tax
Washington		6.5% state sales tax
West Virginia		6% state sales tax
Wisconsin		5% state sales tax
Wyoming		4% state sales tax

What does HB 220 do?

- House Bill 220 enacts a 6% statewide bed tax for room rentals that are less than 30 days.
- Applies to hotels, motels, short-term rentals, lodges, etc.
- State bed tax would be in addition to any municipal bed taxes.
- Would raise approx. \$60 million annually for the state.

Thank You

Questions?

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