



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
	5% state lodging tax for 16 Mountain Lake counties, 4% state lodging tax for all other counties
Alabama	
Alaska	None
Arizona	5.5% state transaction privilege tax (TPT)
Arkansas	6.5% state sales tax plus 2% state tourism tax
California	None*
Colorado	2.9% state sales tax
Connecticut	15% state room occupancy tax
Delaware	8% state lodging tax
Florida	6% state sales tax
Georgia	4% state sales tax, plus \$5/night (nightly tax only for certain facilities)
Hawaii	14.16% on Maui, 14.69% on Hawaii and Kauai, 14.96% on Oahu
Idaho	6% state sales tax plus 2% travel and convention tax
Illinois	6% state hotel tax
Indiana	7% state sales tax
Iowa	5% state hotel tax
Kansas	6.5% state sales tax
Kentucky	6% state sales tax plus 1% state transient room tax
Louisiana	4.45% state sales tax
Maine	9% state lodging tax
Maryland	6% state sales tax
Massachusetts	5.7% state room occupancy tax
Michigan	6% state use tax
Minnesota	6.875% state sales tax
Mississippi	7% state sales tax
Missouri	4.225% state sales tax
Montana	7% lodging facility sales and use tax
Nebraska	5.5% state sales tax, plus 1% state lodging tax
Nevada	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?

Rep. Andrew Gray

Rep.Andrew.gray@akleg.gov

David Song

David.song@akleg.gov

