



MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-16-13

December 14, 2016

NOTICE TO ALL TAXPAYERS SUBJECT TO THE CITY OF PASCAGOULA PARKS AND RECREATION TAX

Senate Bill 2921, as passed by the 2013 Regular Session of the Mississippi Legislature, authorizes a special tax to be levied on certain businesses located in the corporate limits of the City of Pascagoula, Mississippi. The Bill levies a tax on the gross proceeds of restaurants from the sale of prepared foods and beverages in the City of Pascagoula. The Mayor and the City Council adopted, by resolution, their intent to levy said tax on September 15, 2016. The effective date of the imposition shall be January 1, 2017. This special tax is in addition to all other taxes now imposed. The receipts from this levy will be used to implement a comprehensive parks and recreation master plan. The repeal date, as extended in Senate Bill 2904 of the 2015 Regular Session, is July 1, 2018.

This special tax is levied at the rate of two percent (2%) on the gross proceeds of sales of restaurants in the City of Pascagoula.

For purposes of this levy, the term "restaurant" means all places, including hotel and motel dining rooms, cafeterias, lunch stands, grocery and convenience stands where prepared food and beverages are sold for consumption, whether such food is consumed on the premises or not. The term "restaurant" does not include any school, hospital, convalescent or nursing home, or any restaurant-like facility operated by or in connection with a school, hospital, medical clinic, convalescent or nursing home providing food for students, patients, visitors or their families.

IMPORTANT: You should begin collecting the two percent (2%) additional tax beginning January 1, 2017. You should report the additional two percent (2%) tax, using Rate Code 92, either online using Taxpayer Access Point (TAP) or on paper form 72-010 Sales and Special Tax Return, if applicable, by February 20, 2017.