



MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-22-14

August 19, 2022

NOTICE TO ALL TAXPAYERS SUBJECT TO THE OLIVE BRANCH TOURISM, PARKS AND RECREATION TAX FOR THE CITY OF OLIVE BRANCH

Senate Bill 2513, as passed during the 2022 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 Olive Branch, Mississippi. The Bill levies a one percent (1%) tax on the overnight room rentals of hotels and motels within the corporate limits of the City of Olive Branch. The Mayor and the Board of Aldermen adopted, by resolution, their intent to levy said tax on July 5, 2022. The effective date of the imposition shall be October 1, 2022. This special tax may be cited as the Olive Branch Tourism, Parks and Recreation Tax.

This special tax is levied at the rate of one percent (1%) on the overnight room rentals of hotels and motels within the City of Olive Branch.

***** Note – Hotels and Motels within the City of Olive Branch will collect the one percent (1%) Olive Branch Tourism, Parks and Recreation Tax, the two percent (2%) Desoto County Convention Tourist Promotion Tax and the seven percent (7%) retail rate of tax for a total of ten percent (10%).**

For purposes of this levy, the terms "hotel" or "motel" means any establishment engaged in the business of furnishing or providing rooms intended or designed for dwelling, lodging or sleeping purposes to transient guests, where the establishment consists of six (6) or more guest rooms. The term "hotel" or "motel" does not include any hospital, convalescent or nursing home or sanitarium, or any hotel-like facility operated by or in connection with a hospital or medical clinic providing rooms exclusively for patients and their families.

IMPORTANT INFORMATION FOR HOTELS AND MOTELS: Beginning October 1, 2022, continue reporting the seven percent (7%) sales tax using rate code 74. The Desoto County Convention Tourist Promotion Tax of two percent (2%) reported using rate code 88. In addition, you should begin reporting the additional one percent (1%) on hotels and motels using rate code 89.