



MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-17-10

August 28, 2017

NOTICE TO ALL TAXPAYERS SUBJECT TO THE CITY OF VICKSBURG ECONOMIC, RECREATION AND TOURISM DEVELOPMENT TAX

Senate Bill 2926, as passed by the 2015 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 Vicksburg, Mississippi. The Bill levies a tax on the gross proceeds of restaurants from the sale of prepared foods and levies a tax on the gross proceeds from room rentals for each hotel and motel located in the City of Vicksburg. The Mayor and the Board of Alderman adopted, by resolution, their intent to levy said tax on March 27, 2017. The effective date of the imposition shall be October 1, 2017. This special tax may be cited as the Vicksburg Economic, Recreation and Tourism Development Tax.

This special tax is levied at the rate of two percent (2%) on the gross proceeds of sales of restaurants and gross proceeds from room rentals of hotels and motels in the City of Vicksburg.

Please note that for hotels and motels this special tax is a replacement of, not an addition to, the previous two percent (2%) Vicksburg Convention Tourism Promotion Tax originally authorized by House Bill 1699 of the 1995 Regular Session of Mississippi Legislature on hotels and motels in the City of Vicksburg, which has a repeal date of September 30, 2017.

For purposes of this levy, the term "restaurant" means all places 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 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.

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 for transient guests, which 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.

***** Note – The 1% Warren County Tourism Promotion Tax remains in effect for certain restaurants and hotels.**

IMPORTANT: You should begin collecting the two percent (2%) additional tax beginning October 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 November 20, 2017.