



MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-19-01

February 1, 2019

NOTICE TO ALL TAXPAYERS SUBJECT TO THE CITY OF CLINTON TOURISM, PARKS AND RECREATION TAX

House Bill 1657, as passed by the 2018 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 Clinton, Mississippi. The Bill levies an additional one percent (1%) tax on the gross proceeds of hotels and motels in the City of Clinton. The Mayor and the Board of Alderman adopted, by resolution, their intent to levy said tax on January 30, 2019. This new tax levy will be effective beginning March 1, 2019. This special tax is in addition to all other taxes now imposed. The receipts from this levy will be used to promote Clinton tourism, recreation and parks.

This special tax is levied at the rate of one percent (1%) on the gross proceeds of sales of hotels and motels in the City of Clinton.

***** Note – The two percent (2%) Clinton Tourism Tax remains in effect for hotels and motels within the City of Clinton. Hotels and motels within the City of Clinton will collect the two percent (2%) Clinton Tourism Tax, the one percent (1%) Clinton Tourism, Parks and Recreation Tax and the regular seven percent (7%) sales tax for a total of tax rate 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 lodging or sleeping purposes for transient guests, which establishment consists of five (5) 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: You should begin collecting the one percent (1%) additional hotel/motel tax beginning March 1, 2019. You should report the additional one percent (1%) and the current two percent (2%) hotel/motel tax using Rate Code 94, either online using Taxpayer Access Point (TAP) or on paper form 72-010 Sales and Special Tax Return, if applicable, by April 20, 2019.