



June 13, 2022

Notice 72-22-08

**NOTICE TO ALL TAXPAYERS OF THE REENACTMENT OF THE
SARDIS TOURISM TAX**

Senate Bill 2998 of the 2022 Regular Session re-enacts the Sardis Tourism as of July 1, 2022. This special tax is levied at the rate of three percent (3%) on the gross proceeds of hotels and motels and on the sales of prepared food and beverages from the operation of a restaurant or bar or both within the City of Sardis. You should begin collecting the additional (3%) tax July 1, 2022, and include the tax collected on your next and subsequent returns. The additional (3%) tax should be reported on your sales tax return under the Special Rate Code of 94.

For purposes of this levy, the term “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, which establishment consists of 6 or more guest rooms, and 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.

“Restaurant” means all places where prepared food and beverages are sold for consumption on the premises. Such term 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.

Please feel free to contact this office should you need additional information.

Sales and Use Tax Bureau
601-923-7015