



MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-22-15

October 31, 2022

NOTICE TO ALL TAXPAYERS SUBJECT TO THE RALEIGH TOURISM, PARKS, AND RECREATION TAX FOR THE TOWN OF RALEIGH

House Bill 1674, 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 Town of Raleigh, Mississippi. The Bill levies a two percent (2%) tax on the gross proceeds of sales of prepared food and beverages at restaurants within the corporate limits of the Town of Raleigh. The Mayor and the Board of Aldermen adopted, by resolution, their intent to levy said tax on May 3, 2022. The effective date of the imposition shall be December 1, 2022. This special tax may be cited as the Raleigh Tourism, Parks, and Recreation Tax.

This special tax is levied at the rate of two percent (2%) on the gross proceeds of restaurants within the Town of Raleigh.

***** Note - Restaurants within the Town of Raleigh will now collect the two percent (2%) Raleigh Tourism, Parks, and Recreation Tax in addition to the seven percent (7%) retail rate of tax for a total of nine percent (9%).**

For purposes of this levy, the term "prepared food" means food prepared on the premises of a restaurant.

For purposes of this levy, the term "restaurant" means all places within the corporate limits of the town 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; and 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 INFORMATION FOR RESTAURANTS: Beginning December 1, 2022, you will begin collecting the additional two percent (2%) special tax and report this on your sales tax return using rate code 92. You will continue collecting the seven percent (7%) retail sales tax and report this on your sales tax return using rate code 74.