

April 15, 2024

	Yes	No
DOR Administrative Costs/Savings		X

Department of Revenue
Analysis of S.F. 3976 (Hauschild) As Proposed to be Amended (SCS3976A-1)

Effective July 1, 2024.

The bill, as proposed to be amended, would clarify that local lodging taxes, whether imposed under general authorization, by city charter, or special law, are imposed on the entire consideration paid to obtain access to lodging. This includes ancillary and related services, including those provided by an accommodations intermediary. An accommodations intermediary is any person or entity that facilitates the sale of lodging and charges a room charge to a customer. This includes brokering, coordinating, or in any way arranging for the purchase of or the right to use accommodations by the customer.

The bill would also allow local governments administering their own lodging taxes to limit required filing and remittances by an accommodations intermediary to once per calendar year.

The bill would have no impact on state taxes.

Source: Minnesota Department of Revenue
Tax Research Division
<https://www.revenue.state.mn.us/revenue-analyses>

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