

March 5, 2024

	<b>Yes</b>	<b>No</b>
<b>DOR Administrative Costs/Savings</b>		<b>X</b>

Department of Revenue  
Analysis of H.F. 3414 (Coulter) / S.F. 3976 (Hauschild)

Effective July 1, 2024.

The bill would clarify that local lodging taxes, whether imposed under general authorization 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>

hf3414(sf3976) Local Lodging Tax Clarification\_1 / trc