

HOUSE RESEARCH

Bill Summary

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Subject: Sales and lodging tax exemptions for occasional sales of lodging

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Overview

Exempts occasional sales of lodging from the sales tax and from local lodging taxes. Occasional sales of lodging are defined as rentals of a dwelling unit for 14 days or less. This corresponds to the current exemption for lodging income in the federal income tax code.

Effective for sales made after June 30, 2016.

Section

- 1 Occasional sales of lodging.** Defines occasional sales of lodging as a rental for 14 or fewer days in a calendar year and includes any related services, if the income from the lodging rental is excluded from taxable income for federal income tax purposes.
- 2 Occasional sales of lodging.** Exempts for sales tax and use tax the occasional sale of lodging defined in section 1.
- 3 Exemption.** Exempts the occasional sales of lodging defined in section 1 from all lodging taxes, whether the tax is imposed under general law or special law.