June 24, 2025 City Council Meeting

Title

Proposed amendments to Title 4 Finance, Taxation, Procurement, Chapter 2 Revenue and Taxation, Article F Transient Occupancy Tax—Karen Rose, Commissioner of the Revenue

Summary

Proposed amendments to Title 4 Finance, Taxation, Procurement, Chapter 2 Revenue and Taxation, Article F Transient Occupancy Tax due to HB2383

Recommendation

Option 1. City staff recommend that City Council amend Title 4, Chapter 2, Article F – Transient Occupancy Tax, as presented

Fiscal Impact

None

Context & Analysis

The proposed ordinance amendments are consistent with the changes enacted by the 2025 General Assembly. It provides that an accommodations provider shall not be required to transmit a transient occupancy tax return to a locality if (i) all retail sales of accommodations owned by the accommodations provider are facilitated by an accommodations intermediary and (ii) the accommodations provider attest annually to the locality that all such sales were facilitated by an accommodations intermediary. The accommodations provider shall be required to transmit returns for the retail sale of any not facilitated by an accommodations intermediary. The bill also requires that the information provided to a local commissioner of the revenue, treasurer, or any local tax or revenue office for transient occupancy purpose shall be confidential and shall not be divulged to any other department or official of the locality or any other political subdivision of the Commonwealth. The information provided shall be used only for the purpose of levying and collecting retail sales and use tax and transient occupancy tax.

Options

1. City staff recommend
2.

Attachments

1. Current ordinance reflecting recommended amendments

2. Powerpoint Presentation