

Tax Rates

Current tax rate: 3%

Proposed tax rate: 6%

Note that the current sales tax rate is in addition to the 4% lodging facilities use tax.

Potential Consumer Impact

Tax increase on a \$90/night hotel room: \$2.70/night

Other States Comparison

Statistics	State Lodging & Sales Tax Rate	Max Local Lodging Tax Rate	Max Local Sales Tax Rate	Max State & Local Lodging & Sales Tax
All States Average Tax	6.3%	6.2%	2.5%	14.6%
All States Median Tax	6.0%	6.0%	2.0%	14.5%
Maximum Tax	15.0%	16.0%	8.3%	27.0%
Montana Tax	7.0%	0.0%	3.0%	10.0%
Montana Tax if Adjusted	10.0%	0.0%	3.0%	13.0%
Montana Rank	12	42	17	45
Montana Rank if Adjusted	6	42	17	33

Potential Fiscal Impact

Revenue Impact if Adjustment is Implemented January 1, 2018 (\$ Millions)					
	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
General Fund					
Inflation Adjusted	\$21.780	\$35.724	\$50.350	\$39.338	\$27.255
Current Law	21.780	23.816	25.175	26.226	27.255
Total Impact	-	\$11.908	\$25.175	\$13.113	-

Statutory Reference

Tax Rate – [15-68-102, MCA](#)

Tax Distribution – [15-68-820, MCA](#)

Date Due – Last day of the month following the calendar quarter ([15-68-502\(1\), MCA](#))

Tax Rates

Current tax rate: 4.0%

Proposed tax rate: 10.0%

Potential Consumer Impact

Tax increase on a \$35/day economy car: \$2.10/day

Other States Comparison

Statistics	Sales Tax Rates on Rental Cars
All States Average Tax	5.2%
All States Median Tax	6.0%
Maximum Tax	7.3%
Montana Tax	4.0%
Montana Tax if Adjusted	10.0%
Montana Rank	40
Montana Rank if Adjusted	1

Potential Fiscal Impact

Revenue Impact if Implemented January 1, 2018 (\$ Millions)					
	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
General Fund					
Inflation Adjusted	\$3.402	\$5.755	\$8.469	\$6.423	\$3.831
Current Law	<u>3.402</u>	<u>3.288</u>	<u>3.388</u>	<u>3.671</u>	<u>3.831</u>
GF Impact	-	2.466	5.082	2.753	-
State Special Revenue					
Inflation Adjusted	1.134	1.918	2.823	2.141	1.277
Current Law	<u>1.134</u>	<u>1.096</u>	<u>1.129</u>	<u>1.224</u>	<u>1.277</u>
SSR Impact	-	0.822	1.694	0.918	-
Total Impact		\$3.288	\$6.776	\$3.671	-

Statutory Reference

Tax Rate – [15-68-102\(1b\), MCA](#)

Tax Distribution – [15-68-820, MCA](#)

Date Due – Before the last day of the month following the calendar quarter ([15-68-502\(1\), MCA](#))