THE TAX RATE IS 14% OF TAXABLE RENTS

Please complete the following information to determine the total taxable rental income:

1. Total receipts from all occupancies: ................................................................. $

2. Allowable deductions:
   a. Receipts collected by a City-interfaced property rental platform: $
      (Currently AirBnB, onefinestay & AE Hospitality)

   Less total allowable deductions: ................................................................. $

3. Total taxable rental income (line #1 minus #2): ........................................... (BASIS FOR TAX) $

4. PRINCIPAL TAX DUE (MULTIPLY LINE #3 by 14%): ................................. $

5. INTEREST (0.3% PER MONTH IF PAID AFTER DelqntDat1 SEE SECOND PAGE):  

6. PENALTY (5% IF PAID AFTER DelqntDat2 SEE SECOND PAGE): ..................

PAY THIS AMOUNT $
ARTICLE 1.7 L.A.M.C.

This tax is imposed for the privilege of occupancy in any “Hotel”. Each transient is subject to and shall pay a tax based on the rent charged by the operator. If the rent is paid in installments, or if any amount paid is less than the full amount of rent accrued to the time of payment, a proportionate share of the tax shall be paid with each payment or installment. Each operator shall collect the tax imposed by this Article to the same extent and at the same time as the rent is collected from each transient. The amount of tax shall be separately stated from the amount of the rent charged and each transient shall be given a receipt for payment from the operator.

“TRANSIENT” means (1) any person, other than an individual, who exercises occupancy or is entitled to occupancy by reason of concession, permit, right to access, license or other agreement; or (2) any individual who personally exercises occupancy or is entitled to occupancy by reason of concession, permit, right to access, license or other agreement for a period of thirty (30) consecutive or less days, counting portions or calendar days as full days.

“RENT” means the consideration charged, whether or not received, for the occupancy or use of space in a “Hotel” valued in money, whether received in money, goods, labor, or otherwise, including all receipts, cash, credits, property and services of any kind or nature, without any deduction therefore whatsoever.

All records as may be necessary to determine the amount of tax, including exemption certificates, shall be kept by the operator for a period of three (3) years. No operator of a “Hotel” shall advertise or hold out or state to the public or any occupant, directly or indirectly, that the tax or any part thereof will be absorbed by the operator.

No tax shall be imposed upon any Federal, State or Foreign officer or employee while on official business and when payment for such occupancy is made by duly authorized voucher or other instrument of payment issued by the governing body.

REPORTING PERIODS: Payment of this tax is due on or before the last day of the month following the last day of each previous month. Each calendar month will be identified as 1M – January, 2M – February, 3M – March, 4M – April, 5M – May, 6M – June, 7M – July, 8M – August, 9M – September, 10M – October, 11M - November, 12M - December.

INTEREST: If any tax due for a month is not paid in one of the offices listed above by 5 P.M. (or postmarked by the U.S. Post Office by 11:59 P.M., if mailed) by the due date, interest at the rate of 0.3% per month shall apply to the principal tax due until paid. Interest applies only to the principal tax due and not to any penalty incurred for delinquency.

PENALTY: If any tax due for a month is not paid in one of the offices listed above by 5 P.M. (or postmarked by the U.S. Post Office by 11:59 P.M., if mailed) by the due date, a penalty of 5% of the principal tax due shall apply. A penalty of 10% applies to the 2nd month of delinquency, 15% applies to the 3rd month of delinquency, and 20% applies to the 4th month. An additional penalty of 20% of the principal tax due shall apply if payment is not made on or before the last day of the fourth month following the imposition of the first penalty. Penalty applies only to the principal tax due and not to any interest incurred for delinquency.

TAX OR FEE IS NOW DUE

IMPORTANT INFORMATION

ONLINE PAYMENT

Payment is simple and easy with no complex registration required. Please visit our website at finance.lacity.org and click on ‘On-line Services’ to choose the appropriate option.