

Short-Term Rental Taxes and Fees:

Tax/Fee	Amount	Payable By:	Payable To:	Frequency that it is paid:
State Room Occupancy Excise Tax	5.7% of rent	Occupant	Operator collects the tax and pays it to DOR	Monthly
Local Option Room Occupancy Tax	6% of rent	Occupant	Operator collects the tax and pays it to DOR, and DOR distributes the City's share to the City	Monthly
Convention Center Financing Fee	2.75% of rent	Occupant	Operator collects in the same manner as the Room Taxes. Half goes into the State General Fund, and half is distributed back to the City	Monthly
Community Impact Fee (applicable if adopted by the City)	An amount voted by the City Council, up to 3% of rent	Operator	Operator pays it to the City. ¹ A minimum of 35% of funds collected must be used for affordable housing or local infrastructure projects	Monthly
City of Cambridge Short-Term Rental Certificate of Registration Application Fee	\$500 fee, payable upon applying for a Certificate of Registration, which remains valid for a period up to 5 years	Operator	Operator pays it to the City	Payable at the time the application is filed with ISD, or payable pursuant to a payment plan that allows payments of \$100 for a period of 5 years

¹ There is legislation pending that may make the Community Impact Fee payable to DOR and then DOR would distribute to the City