Agenda

- Welcome / Opening Remarks

- Update on the Municipal Accommodation Tax
  - Public Consultation Process – What We Heard
  - Municipal Approvals
  - Municipal Services Corporation – ‘Tourism Vaughan’

- Implementation Process – MAT
  - Requirements of Hotel Operators
  - Registration Process and Sample Form
  - Remittance Process and Sample Form
  - Remittance and Payment

- Municipal Services Corporation
- Update on Short-Term Rentals (STRs)
- Questions & Answers
Timelines / Next Steps

1. **Mat By-law for STRs**
   - Effective Date TBD
   - April 1, 2019

2. **Staff Report with Recommendations to Committee of Council (FAA)**
   - January 21, 2019

3. **Staff Review: Consultation Process for Implications of a new MAT in Vaughan**
   - December 2018
   - January 2019

4. **Business / industry Consultations**
   - Group Meetings with owners/operators, management companies, and associations
   - November 2018

5. **Market Assessment**
   - August 2018

6. **Council Report**
   - June 2018
Update on the Municipal Accommodation Tax

Public Consultation Process – What We Heard
- Reinvestment in promotion of overnight stays and business development to create positive impacts
- Reinvestment of City-side revenues into tourism-related infrastructure improvements
- Rate consistencies
- Equal applicability to short-term rental transient accommodations
- Benefits on city-wide basis
- Stakeholders to have a strong voice shaping the business development and marketing plans of the DMO
- Openness, transparency and accountability of the DMO

Municipal Approvals
- Rate set at 4% consistent with all municipalities implementing MAT
- Applies to Hotels / Motels as of April 1, 2019
- Applies to STRs, at a future date

Municipal Service Corporation – ‘Tourism Vaughan’ as the DMO
Implementation Process - MAT

Requirements of Hotel Operators

- Applicable to all stays of 29 nights or less
- Applicable to all stays regardless of the booking method
  - Notification to all booking platforms, e.g. Booking.com; Trivago; Hotels.com; etc.
- Separate itemization of MAT on invoices is required
  - HST is applicable to the MAT
  - HST, as we currently understand it, should be paid by the hotel directly to Revenue Canada.
- Records must be kept for a period of 7 years and are subject to audit
- Addressing questions from guests
  - Should they wish to contact the City, they can be referred to 905-832-2281 or mat@vaughan.ca
Registration Process & Sample Form

- An on-line form is being developed and will be ready by the end of April
- Initial Registration – use of BIN, same as CRA
- Account # will be generated and provided
- Nomination of remittance frequency
  - Monthly or quarterly
  - Calendar basis
  - Once selected it cannot be changed
Remittance Process & Sample Form

- On-line remittance is being developed and will be ready by the end of May
  - Account # provided at registration will be used to log on to the Remittance Form
- The form is similar in nature to an HST form and is similar to those in use in other municipalities
- There is an adjustment box, should there be a need to correct any errors.
Remittance & Payment

- Data submitted will be editable up to the due date and then locked thereafter
- Payment and Remittance Form are due at the end of the month following the reporting period
- Interest and penalties will be charged on late payments (1.25%)
- Payment options
  - On-line at a banking institution
  - Electronic Funds Transfer (EFT)
  - Cheque payable to the City of Vaughan

Example: Quarterly Remittance

(R1 Remittance Due, R2 Remittance Due, R3 Remittance Due, R1 Remittance Period, R2 Remittance Period, R3 Remittance Period, R1: Reporting Period, R2: Reporting Period, R3: Reporting Period)
Remittance Process – Example: Monthly Submission
Municipal Services Corporation

- Name of the Corporation: *Tourism Vaughan*

- Address of the Head Office

- Interim Board
  - City Manager, Chief Financial Officer, Chief Corporate Initiatives and Intergovernmental Relations, Regional Councillor Gino Rosati

- Objectives of the Corporation
  - Develop and implement multi-year business development and marketing plans
  - Support and facilitate growth of local tourism sector
  - Conduct targeted economic and market research
  - Facilitate collaboration amongst tourism and business stakeholders

- Special Provisions
  - Not-for-profit corporation
  - Strategic Advisory Sub-Committee
Update on Short-Term Rental Transient Accommodations

- The Municipal Accommodation Tax is applicable to STRs
- Establishment of regulatory framework
- Public consultation process underway: 5 sessions across the City
- Report coming to Committee of the Whole (Working Session): May 2019
Questions & Answers

www.vaughan.ca/MAT

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