



HOTEL ASSOCIATION OF CANADA
ASSOCIATION DES HÔTELS DU CANADA

Room Taxes on Lodging Industry in Canada

Province	Supplementary Room Tax/DMF	PST and/or GST on Rooms	PST and/or GST on Other Goods
British Columbia	2% ¹	12%	12%
Alberta	4% Alberta Tourism Levy all rooms + <i>Voluntary DMFs:</i> 3% Calgary, 3% Edmonton 2% Jasper 3% Canmore 2% Lethbridge 2% Medicine Hat 1% Camrose 1% Grand Prairie <i>Corporate Hotel DMFs:</i> 3% Canalta Hotel Group 3% Pomeroy Group	5%	5%
Saskatchewan	2% DMF Saskatoon, Regina	10%	10%
Manitoba	5% Winnipeg, Thompson \$3/night Brandon	12%	12%
Ontario	The DMF program which was a 3% fee was terminated in 2009 when the HST was introduced. It has been on a “transitional” basis replaced by government funding until December 2012.	13%	13%
Quebec	\$2.00 per room and 3.5% Montreal ²	14.98% ³	14.98% ³
New Brunswick	\$2 Bathurst 2% Miramichi, Saint John, Charlotte County	13% ⁶	13% ⁶
Nova Scotia	2% Halifax ⁵	15% ⁵	15% ⁵
Prince Edward Island	3% Charlottetown	15.5% ³	15.5% ³
Newfoundland	3% St. John's ⁶ St. John=s, Gros Morne	13% ⁶	13% ⁶

1. An additional 2% Municipal and Regional District Tax (MRDT) on lodging is collected in 45 municipalities and regional districts throughout BC. In the communities of Vancouver, Rossland, North Vancouver, Sun Peaks Resort Area, Oceanside, Mount Washington Resort Area, Regional District of Central Kootenay and Wells Gray 100% of funds go
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directly to the Destination Marketing Organization. Select hotels in the city of Vancouver levy an additional voluntary 1% DMF. Effective July 1, 2010 the PST and GST were harmonized to 12% HST. At that time, the 2% MRDT became HST taxable. The tax structure, however, is subject to possible change as BC transitions back to the PST + GST following the September 2011 referendum to extinguish the HST.

2. The PST and GST are calculated on the room taxes. (Cascading tax). \$2 per room night - Québec City and area, Outaouais, Charlevoix, Saguenay-Lac-Saint-Jean, Chaudière-Appalaches, Eastern Townships, Gaspésie and Centre-du Québec; 3% - Montréal, Laval. The money is returned to each tourism association minus 2% collection fee.
3. In Quebec, the provincial sales tax is charged based on the selling price plus GST. In Prince Edward Island, the GST is charged based on the selling price plus PST.
4. The PST and GST have been Harmonized (HST).
5. Halifax Regional Municipality has a 2% levy for hotels with more than 20 rooms, with 60% of the money going to the DMO and 40% used as a reserve for municipal special events.
6. In St. John's and Gros Morne there is an additional 3% room tax. In St. John's from the 3% the first 250k goes to the City and the remainder is split 50/50 between the DMO and the City.

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