## BUSINESS LICENSE TAX RATE SHEET FOR
## SHORT-TERM VACATION RENTALS

A Short-term Vacation Rental (STVR) is advertised and operated as a business and is subject to the City's Business License Requirements set forth in the San Buenaventura Municipal Code (SBMC) Chapter 4.155.

A Business License is an annual tax you pay each fiscal year for conducting business within the City of Ventura for the purpose of obtaining general revenue.

### THE BUSINESS LICENCE TAX METHODOLOGY

Taxes are calculated based on a formula using, in part, gross receipts for a 12-month period. * Gross receipts include all rents collected whether short-term or long-term. The business tax year is from July 1 through June 30.

To calculate your business license tax, use either of the following methods:

1. Estimate total rents for a 12-MONTH PERIOD.
2. Use the gross rents as reported to the IRS for the last completed tax year.

TIER 2 (SBMC Section 4.155.850.A.9.)
  Services: Rental of dwelling units on a short-term (30 days or less) basis
    Base Tax ..........................................................................$45.00 plus
    Gross Rents up to $5 million ...............................................34 cents per thousand

### CALCULATING THE BUSINESS LICENCE TAX
1. Multiply the annual rents by .00034
2. Add that amount to the base tax of $45.00
3. Apply penalties, if applicable, as instructed on the back of the application form
4. Mail or bring the application form and tax payment to the Business Tax Office

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| ***Example****:  Rents collected for a 12-month period equal $25,000.*<br><br>Base Tax ................................................$ 45.00 plus<br>Annual Rent  ($25,000 X .00034)……….. <u>8.50</u><br>Tax Due..................................................$ 53.50 | * If you begin operating an STVR mid-year, calculate using the estimated total of rent for the number of months and use a pro-rated base tax (see application form). |

### PENALTIES FOR DELINQUENCY

A Short-term Vacation Rental that has operated without a permit may be subject to penalties.  Contact the Business Tax Office for assistance in determining if a penalty is applicable and how to calculate the penalty.