

EXPEDIA INC  
Form 8-K  
December 23, 2002

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**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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**Form 8-K**

**CURRENT REPORT**

**Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934**

**December 23, 2002**

**Date of Report**

**(Date of Earliest Event Reported)**

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**EXPEDIA, INC.**

**(Exact Name of Registrant as Specified in Charter)**

**Washington**  
**(State or Other Jurisdiction**  
**of Incorporation)**

**000-27429**  
**(Commission File No.)**

**91-1996083**  
**(IRS Employer**  
**Identification No.)**

**13810 SE Eastgate Way, Suite 400, Bellevue, WA 98005**  
**(Address of Principal Executive Offices, including Zip Code)**

**(425) 564-7200**  
**(Registrant's Telephone Number, Including Area Code)**

**(Former Name or Former Address, if Changed Since Last Report)**

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**Item 7. Exhibits.** The following item is attached as an exhibit hereto:

Exhibit 99.1 Questions and Answers Related to Taxes on Merchant Hotel Revenue

**Item 9. Regulation FD Disclosure**

On December 23, 2002, the New York Times reported that two states and one municipality believe the Company and other Internet travel companies should pay sales or occupancy taxes on merchant hotel revenue. The questions and answers appearing in Exhibit 99.1 are furnished and not filed pursuant to Regulation FD.

**SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**EXPEDIA, INC**

Dated: December 23, 2002

By:

/s/ GREGORY S. STANGER

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Gregory S. Stanger  
Senior Vice President and  
Chief Financial Officer

**EXHIBIT INDEX**

<b>Exhibit Number</b>	<b>Description</b>
99.1	Questions and Answers Related to Taxes on Merchant Hotel Revenue