HB147

199243-1

By Representative Sells

RFD: County and Municipal Government

First Read: 04-FEB-20
SYNOPSIS: This bill would prohibit a municipality that does not already have an occupational tax from imposing an occupational tax unless the occupational tax is authorized by local law.

A BILL
TO BE ENTITLED
AN ACT

Relating to municipal occupational taxes; to prohibit a municipality that does not already have an occupational tax from imposing an occupational tax unless the tax is authorized by local law.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. (a) Except as provided in subsection (b), no municipality may impose an occupational or license tax on the gross receipts of any natural person derived from the conduct of a vocation, occupation, calling, or profession within the municipality.
(b) The Legislature, by local law, may authorize a municipality to impose an occupational or license tax on the gross receipts of any natural person derived from the conduct of a vocation, occupation, calling, or profession within the municipality.

(c) Nothing in this act is intended to repeal any existing municipal occupational tax in effect prior to the passage of this act.

(d) Nothing in this act is intended to repeal or affect the current authority granted to municipalities to impose municipal business licenses.

Section 2. This act shall become effective immediately following its passage and approval by the Governor, or its otherwise becoming law.