

1 HB305
2 216667-2
3 By Representative Lee
4 RFD: Commerce and Small Business
5 First Read: 08-FEB-22

SYNOPSIS: Under existing law, certain businesses are required to obtain a municipal business license for each location at which it does business in the municipality.

This bill would clarify that a business that provides rental and leasing services need not obtain a business license in each municipality in which its equipment or inventory is rented or leased.

A BILL
TO BE ENTITLED
AN ACT

Relating to municipal business licenses; to clarify that a business that rents or leases equipment does not need to obtain a business license in each municipality in which its equipment is rented or leased.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

1 Section 1. (a) For purposes of Article 2 of Chapter
2 51 of Title 11, Code of Alabama 1975, a business that provides
3 rental and leasing services shall be required to obtain a
4 business license only in a municipality in which the business
5 has a location at which the business provides rental and
6 leasing services or conducts other business.

7 (b) Notwithstanding subsection (a), a business that
8 provides rental and leasing services shall not be required to
9 obtain a business license in a municipality based solely on
10 the fact that its equipment or other property being rented or
11 leased to a customer is located in that municipality.

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