

1 SB305  
2 199243-1  
3 By Senator Holley  
4 RFD: Governmental Affairs  
5 First Read: 16-APR-19

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8 SYNOPSIS: This bill would prohibit a municipality that  
9 does not already have an occupational tax from  
10 imposing an occupational tax unless the  
11 occupational tax is authorized by local law.

12  
13 A BILL  
14 TO BE ENTITLED  
15 AN ACT

16  
17 Relating to municipal occupational taxes; to  
18 prohibit a municipality that does not already have an  
19 occupational tax from imposing an occupational tax unless the  
20 tax is authorized by local law.

21 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

22 Section 1. (a) Except as provided in subsection (b),  
23 no municipality may impose an occupational or license tax on  
24 the gross receipts of any natural person derived from the  
25 conduct of a vocation, occupation, calling, or profession  
26 within the municipality.

1                   (b) The Legislature, by local law, may authorize a  
2 municipality to impose an occupational or license tax on the  
3 gross receipts of any natural person derived from the conduct  
4 of a vocation, occupation, calling, or profession within the  
5 municipality.

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

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

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