

1 SB173
2 204635-1
3 By Senator Jones
4 RFD: Governmental Affairs
5 First Read: 11-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 subsections (b) and (c), no municipality may impose an occupational or license tax on any natural person derived from the conduct of a vocation, occupation, calling, or profession within the municipality.

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

5 (c) This act shall not affect or repeal an existing
6 municipal occupational tax in effect prior to February 1,
7 2020.

8 (d) Nothing in this act is intended to affect or
9 repeal the authority granted to a municipality to impose a
10 municipal business license tax other than an occupational or
11 license tax on any person engaging in an occupation in the
12 municipality.

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