

Occupation Tax (Business Licensing)

(Effective April 1, 2025)

Occupation Tax Certificate (Business License)*

Occupation tax is calculated based on gross receipts bracketed classification schedule (below).

Steps to calculate tax:

Step 1: Determine the profit Class (1-6) based on the profitability ratio for the business type as defined by the SIC system.

Step 2: Calculate (or project) the businesses 'Gross Receipts' based on a 12-months period.

Step 3: Using the gross receipts in Step 2, lookup the corresponding tax rate for the Class determined in Step 1.

Calculation Examples:

A. Class 3 business with (projected) annual gross receipts of \$150,000; the Occupation Tax is \$180.

B. Class 1 business with (projected) annual gross receipts of \$5,000; the Occupation Tax is \$40.

C. Class 5 business with (projected) annual gross receipts of \$502,000; the Occupation Tax is \$830.

D. Class 2 business with (projected) annual gross receipts of \$20,000 (Start Date Aug 1st) ; the Occupation Tax is \$21.25.

Notes:

1. All Occupation Tax Certificates EXPIRE Dec 31st annually and MUST be renewed BEFORE Mar 31st to AVOID penalty.

2. If Gross Receipt exceed \$30 Million, multiply Gross Receipts by Tax Rate.

3. Certain practitioners of Professionals may elect to pay a \$300 per practitioner fee in lieu of an occupation tax on gross receipts.

4. New businesses established AFTER July 1st pay one-half (1/2) tax amount determined in Step 3 (above).

5. Maximum annual tax is \$30,000.

Gross Receipts Bracketed Classification Schedule

RANGE BRACKETS		CLASS / RATE						
At Least	No More Than	1	2	3	4	5	6	
A	0	\$25,000	\$40	\$42.50	\$45	\$47.50	\$50	\$52.50
B	\$25,001	\$50,000	\$50	\$55	\$60	\$65	\$70	\$75
C	\$50,001	\$100,000	\$70	\$80	\$90	\$100	\$110	\$120
D	\$100,001	\$250,000	\$130	\$155	\$180	\$205	\$230	\$255
E	\$250,001	\$500,000	\$230	\$280	\$330	\$380	\$430	\$480
F	\$500,001	\$1,000,000	\$430	\$530	\$630	\$730	\$830	\$930
G	\$1,000,001	\$2,000,000	\$830	\$1,030	\$1,230	\$1,430	\$1,630	\$1,830
H	\$2,000,001	\$5,000,000	\$2,030	\$2,530	\$3,030	\$3,530	\$4,030	\$4,530
I	\$5,000,001	\$7,500,000	\$3,030	\$3,780	\$4,530	\$5,280	\$6,030	\$6,780
J	\$7,500,001	\$10,000,000	\$4,030	\$5,030	\$6,030	\$7,030	\$8,030	\$9,030
K	\$10,000,001	\$12,500,000	\$5,030	\$6,280	\$7,530	\$8,780	\$10,030	\$11,280
L	\$12,500,001	\$15,000,000	\$6,030	\$7,530	\$9,030	\$10,530	\$12,030	\$13,530
M	\$15,000,001	\$17,500,000	\$7,030	\$8,780	\$10,530	\$12,280	\$14,030	\$15,780
N	\$17,500,001	\$20,000,000	\$8,030	\$10,030	\$12,030	\$14,030	\$16,030	\$18,030
O	\$20,000,001	\$22,500,000	\$9,030	\$11,280	\$13,530	\$15,780	\$18,030	\$20,280
P	\$22,500,001	\$25,000,000	\$10,030	\$12,530	\$15,030	\$17,530	\$20,030	\$22,530
Q	\$25,000,001	\$27,500,000	\$11,030	\$13,780	\$16,530	\$19,280	\$22,030	\$24,780
R	\$27,500,001	\$30,000,000	\$12,030	\$15,030	\$18,030	\$21,030	\$24,030	\$27,030
S	\$30,000,001	and over	CALL FOR TAX AMOUNT					

Massage / Spa Establishment License

New or Renewal Massage / Spa Establishment License (annual)*

Before July 1st \$100

After July 1st \$50

Short-Term Rental License

New or Renewal Short-Term Rental License (annual)*

New License \$250

Renewal \$100

Depository Financial Institution License

Depository Financial Institution Business License Tax (annual)*

Percent Gross Receipts 0.25%

Min. \$1,000

Insurer License

New or Renewal Insurance License (annual)*

1st Office \$75

Each Add'l Office \$75

Per Insurer \$75

*License Expiration Dates

License Type	Expiration Date	Penalty Beginning
Occupation Tax Certificate	Dec 31st	Apr 2nd
Occupation Tax Certificate (Attorneys)	Dec 31st	Jun 1st
Massage / Spa Establishment License	Mar 31st	Apr 2nd
Short-Term Rental License	Dec 31st	Jan 1st
Depository Financial Institution Business License	Mar 1st	-
Insurance License	Dec 31st	-