

AN ORDINANCE AMENDING THE CARRBORO TOWN CODE AS IT RELATES TO  
PRIVILEGE LICENSE TAXES

THE BOARD OF ALDERMEN OF THE TOWN OF CARRBORO ORDAINS:

Section 1. Carrboro Town Code Subsection 8-5(a)(1) is amended to read as follows:

Section 8-5 License Tax Schedule.

(a) Subject to the terms of subsection (b), all persons who conduct a nonexempt business within the town shall pay a privilege license tax in the amount that is based upon the annual gross receipts of that business. The privilege license tax schedule shall be included in the town Miscellaneous Fees and Charges Schedule and may be amended periodically by resolution of the Board of Aldermen, provided that amendments to the privilege license tax schedule shall become effective beginning the first fiscal year that occurs more than two months after the changes are adopted. ~~according to the following schedule:~~

<u>(1) Gross Receipts</u>	<u>Amount of Tax</u>
0 - 100,000	\$ 50
100,001 - 500,000	100
500,001 - 1,000,000	200
over 1,000,000	200 + \$200 per each million or
	portion thereof in excess of
	\$1,000,000.

Section 2. All provisions of any town ordinance in conflict with this ordinance are repealed.

Section 3. This ordinance shall become effective upon adoption, except that the gross receipts tax schedule repealed by this ordinance shall remain in effect for fiscal year 2007.

A RESOLUTION ADOPTING REVISED PRIVILEGE LICENSE FEES FOR  
THE TOWN OF CARRBORO  
Resolution No. 195/2006-07

THE BOARD OF ALDERMEN OF THE TOWN OF CARRBORO RESOLVES:

Section 1: Pursuant to Section 805 of the Town Code, the Town's Miscellaneous Fees and Charges Schedule is hereby amended to include the following schedule of privilege license fees based on gross receipts:

PRIVILEGE LICENSE FEES	
GROSS RECEIPTS	AMOUNT OF TAX
0-\$25,000	\$25
\$25,001-\$50,000	\$50
50,001-\$500,000	\$100
500,001 – 1,000,000	\$200.00
Over 1,000,000	\$200.00 + \$200.00 per each million or portion thereof in excess of \$1,000,000
Note: Statement of gross receipts. When the amount of the tax to be paid depends on gross receipts, persons applying for a license shall render to the town manager a sworn statement of the gross receipts of the business as reported on the previous year's state income tax return, and upon an applicant's failure to render such a sworn statement, the amount of tax to be paid shall be \$200.00.	
As provided in Section 8-32(b) of the Town Code, any person who conducts business without payment of taxes when due shall be liable to pay a penalty, in addition to the tax, equal to the greater of \$5.00 or five percent of the tax due for each month or portion thereof that the tax remains unpaid.	

Section 2: This resolution shall become effective upon adoption, except that the fees established herein will be applicable to fiscal year 2008-2009 and subsequent fiscal years unless and until modified by subsequent action of the Board of Aldermen.

This the 5<sup>th</sup> day of June, 2007.