

## CALCULATING BUSINESS TAX

### **Business and Personal Service**

If gross receipts are up to \$50,000.00, pay the minimum \$30.00.

If gross receipts are above \$50,000.00, use the easy to follow calculation below:

1. Subtract \$50,000.00 from the gross receipts since the first \$50,000.00 represents the minimum amount due.
2. Divide the remaining amount by \$1,000 to figure out the number of "units" to charge at \$0.30 per \$1000.00 over \$50,000.00.
3. Multiply this number by \$0.30.
4. Add this number to the minimum amount of \$30.00 to get the total amount due.

### **Example:**

Susie has a personal service business and has gross receipts of \$65,723.85 and wants to know how much her business license tax will be.

1. Subtract \$50,000.00:  $\$65,723.85 - \$50,000 = \$15,723.85$
2. Divide amount by \$1,000:  $\$15,723.85 / \$1,000 = 15.72$
3. Multiply by \$0.30:  $\$0.30 \times 15.72 = \$4.71$
4. Add this number to the minimum fee:  $\$30 + \$4.71 = \$34.71$

Susie owes \$34.71 for this year's business tax.