



## FY 2019 Recommended Budget Budget Question

**Board Question #: 5**

**BUDGET QUESTION:** Is it possible to eliminate any category of Business License tax while not eliminating any/all others?

**RESPONSE:** The State Code does not permit localities to apply Business License taxes selectively. However, the Board does have the authority to set the tax rate for each category so as not to exceed the categorical maximums outlined in the Code. As there is no minimum tax set forth in the Code, the Board could set a significantly low rate to effectively eliminate any of the Business License categories. The tax on airplanes is an example of "a significantly low rate" where the tax rate is \$0.000001 per \$100 of assessed value.