

**CITY OF ARAB, ALABAMA
ORDINANCE NO. 2019 - 2**

**AN ORDINANCE AMENDING ARTICLE III OF CITY ORDINANCE 2001-7,
TAX ON LEASING OR RENTING OF PERSONAL PROPERTY**

SECTION ONE: NOW THEREFORE BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ARAB, ALABAMA THAT ARTICLE III OF ORDINANCE 2001-7, TAX ON LEASING OR RENTING OF PERSONAL PROPERTY, IS AMENDED AS FOLLOWS:

ARTICLE III §2 (Codified as Sec. 8.32). Levy of Tax, which currently reads as follows:

In addition to all privilege license taxes or every kind now imposed by law, and shall be collected as herein provided, a privilege or license tax on each person engaging or continuing within the city or the police jurisdiction thereof in the business of leasing or renting tangible personal property, and such tax shall be in the amounts to be determined by the application of the rates against gross proceeds as follows:

At the rate of three (3) percent of the gross proceeds derived by the lessor or renter from the lease or rental of tangible personal property; provided the privilege or license tax on each person engaging or continuing within the city or the police jurisdiction thereof in the business of leasing or renting any automotive vehicle or truck trailer, semi-trailer or house trailer shall be at the rate of one (1) percent of the gross proceeds derived by the lessor from the lease or rental of such automotive vehicle or truck trailer, semi-trailer or house trailer; provided further, that the privilege or license tax on each person or firm engaging or continuing within the city or the police jurisdiction thereof in the business of leasing and rental of linens and garments shall be in an amount equal to three (3) percent of the gross proceeds derived by the lessor from the lease or rental of such linens and garments; provided further, that the tax levied hereby shall not apply to any leasing or rental, as lessor, by the state, or any municipality or county within the state.

Shall be amended to read as follows:

ARTICLE III § 2. Levy of Tax.

In addition to all privilege license taxes or every kind now imposed by law, and shall be collected as herein provided, a privilege or license tax on each person engaging or continuing within the city in the business of leasing or renting tangible

personal property, and such tax shall be in the amounts to be determined by the application of the rates against gross proceeds as follows:

At the rate of three (3) percent of the gross proceeds derived by the lessor or renter from the lease or rental of tangible personal property; provided the privilege or license tax on each person engaging or continuing within the city in the business of leasing or renting any automotive vehicle or truck trailer, semi-trailer or house trailer shall be at the rate of one (1) percent of the gross proceeds derived by the lessor from the lease or rental of such automotive vehicle or truck trailer, semi-trailer or house trailer; provided further, that the privilege or license tax on each person or firm engaging or continuing within the city in the business of leasing and rental of linens and garments shall be in an amount equal to three (3) percent of the gross proceeds derived by the lessor from the lease or rental of such linens and garments; provided further, that the tax levied hereby shall not apply to any leasing or rental, as lessor, by the state, or any municipality or county within the state.

Upon every person, firm or corporation engaged in the acts contained within this article, within the police jurisdiction of the City of Arab but beyond the corporate limits of the City for which or upon which a privilege or license tax is in this ordinance levied or required within the corporate limits of the City, there is hereby levied, in addition to all other taxes of every kind now imposed by law or by municipal ordinance, to be collected as herein provided for the privilege or license taxes herein levied within the corporate limits of the City a privilege or license tax equal to one-half of that provided, levied or required in this ordinance for the doing of such act, or the engaging or continuing therein, or the engaging or continuing in the operation of such business within the corporate limits of the City. Provided further, that except for the amount of the privilege or license tax herein levied within the police jurisdiction of said City but without the corporate limits thereof, all the provisions of this ordinance extend and apply to all the area within the police jurisdiction of the City.

SECTION TWO: All ordinances or resolutions in conflict with this ordinance previously enacted by a governing body of the City of Arab, Alabama are hereby repealed.

SECTION THREE: This ordinance as amended shall go into effect upon its passage and publication as required by law.

CITY OF ARAB, ALABAMA
Ordinance 2019 - 2

ADOPTED ON THIS 20th DAY OF MAY, 2019.



Johnny Hart, Council Member, Place 1



Rende Warren, Council Member, Place 2




Mark Gullion, Council Member, Place 3



Mike Allen, Council Member, Place 4

Chris Harper, Council Member, Place 5



R.D. Joslin, Mayor

ATTEST:



Tony Willis, City Clerk