

**CITY OF GLASGOW**

**ORDINANCE NO. 2020-2970**

**AN ORDINANCE AMENDING GLASGOW MUNICIPAL CODE SECTION 5.04.010 INCREASING LICENSE FEE RATE FROM ONE AND ONE-HALF PERCENT (1.5%) OF GROSS SALARIES, WAGES, COMMISSIONS AND OTHER COMPENSATIONS, AND ONE AND ONE-HALF PERCENT (1.5%) OF NET PROFITS OF BUSINESSES, PROFESSIONS OR OCCUPATIONS, TO ONE AND THREE-FOURTHS PERCENT (1.75%)**

**WHEREAS**, the Glasgow City Council is desirous of making additional funds available for economic development in the City of Glasgow, Kentucky; and,

**WHEREAS**, the Glasgow City Council is desirous of undertaking other projects in the City of Glasgow for the benefit of its citizens; and,

**WHEREAS**, additional funds are needed to implement those objectives;

**NOW THEREFORE, BE IT HEREBY ORDAINED** by the City of Glasgow as follows:

**Section No. 1:** Glasgow Municipal Code Section 5.04.010 (Ordinance Number 1037, Section 1)

is hereby amended as follows:

**5.04.010 License Fees—On whom imposed.**

(a) There is hereby levied and imposed an annual license fee upon all persons, associations, corporations or other activity in the City, for the privilege of engaging in such occupation, trade, profession or other activity, which license fee shall be measured by and be equal to 1.75% of the gross salaries, wages, commissions and other compensations earned by such persons for work done or services performed or rendered in the City and the net profits of all businesses, professions or occupations from activities conducted in the City on and after the first of July, 1966.

(b) Where such salaries, wages, commissions and other compensations and net profits are earned for work done or services performed or rendered both within and without the City, the license fees shall be measured by such part of the salaries, wages, commissions and other compensations and net profits as is earned as a result of work done or services performed or rendered in the City. Such license fees shall be computed by obtaining the percentage which the compensation or net profits for work performed or services rendered within the City bears to the total compensation earned.

**Section No. 2:** The effective date of the increase of the rate of tax described in Section 1 above shall be July 1, 2021.

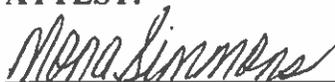
**Section No. 3:** The director of finance shall issue appropriate regulations for determining net profits earned during the calendar year of 2021, and every year thereafter, which are subject to the license fee rate of 1.75%.

**Section No. 4:** 1% of Net Profits and License Fee total collections after rate increase starts will be allocated to Glasgow Economic Development Loan Fund.

Any provisions not specifically altered herein remain as they appear in the current Glasgow City Ordinances.

  
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**HAROLD ARMSTRONG, MAYOR**

**ATTEST:**

  
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**MONA SIMMONS, CITY CLERK**

**1<sup>st</sup> Reading: August 24, 2020**

**2<sup>nd</sup> Reading: September 14, 2020**