



STATE OF DELAWARE
DEPARTMENT OF FINANCE
DIVISION OF REVENUE
601 Delaware Avenue
Wilmington, Delaware 19899

DIVISION OF REVENUE
TAX RULING 77-8

July 8, 1977

- Occupational & Business License Taxes
- Increase in Rate of Tax on Gross Receipts

House Bill No. 590, 129th General Assembly, Special Session, approved by the Governor on July 6, 1977, amends Chapters 23, 25, 27 and 29 of Title 30, Delaware Code, to increase the license fees on aggregate gross receipts as follows:

		<u>Old Rate</u>	<u>New Rate</u>
Chapter 23	Professions & Occupations	.003	.004
Chapter 25	Contractors	.005	.0065-
Chapter 27	Manufacturers	.003	.004
Chapter 29	Wholesalers	.003	.004
Chapter 29	Food Processor✓	.0015	.002
Chapter 29	Grain & Feed Dealer✓	.00067	.001
Chapter 29	Retailers	.0055	.0075
Chapter 29	Restaurant Retailers	.005	.0065-
Chapter 29	Farm Machinery Retailer	.00067	.001

The new rates will take effect on July 7, 1977. For the month of July only the tax should be prorated by applying the old rate to 6/31 of the total gross receipts for the month, and applying the new rate to 25/31 of the total gross receipts for the month. Hence, the composite rate to be applied to total gross receipts (for the month of July only) will be as follows: .0038 for Professions & Occupations, Manufacturers and Wholesalers; .0062 for Contractors and Restaurant Retailers; .0071 for Retailers; .0009 for Grain & Feed Dealers and Farm Machinery Retailers; and .0019 for Food Processors.

The Division of Revenue will distribute new forms to be used commencing with monthly returns due August 20, 1977, for the month of July and quarterly returns due October 20, 1977, for the quarter ending September 30, 1977. It is anticipated that the new forms will be mailed to present licensees not later than August 10, 1977, covering the last six months of the calendar year.

RRS/mrs
Distribution: B & C



John L. Sullivan
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Director of Revenue