2020-1 (1ST READING): TO AMEND CHAPTER 11, LICENSES AND MISCELLANEOUS 1 BUSINESS REGULATIONS, IN THE CODE OF ORDINANCES, TO AMEND THE 2 BUSINESS LICENSE EXPIRATION DATE AND THE BUSINESS LICENSE DUE DATE. 3

Applicant/Purpose: Staff/ to complete the City's implementation of its efforts, in cooperation w/ the Municipal Association of South Carolina ("MASC") to standardize the business license renewal process.

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## Brief:

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- For a number of years, the City has cooperated w/ MASC in developing a standard license renewal process that includes:
  - o Migration from the Standard Industrial Classification (SIC) system to the North American Industry Classification System (NAICS).
  - o Acceptance of the uniform business license application form.
  - o Development of a shared portal allowing license holders to renew business licenses w/ one application for all the jurisdictions in which the applicant is
  - Adoption of a uniform license year with uniform due dates & delinquency dates.
- City has already migrated to NAICS, accepts the uniform business license application form, & has worked w/ MASC to develop the state-wide portal.

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## Issues:

- This action is recommended as a way to accomplish, wout the need for sweeping legislative change, the major stated purpose of business license reform - the provision of a standard portal so that licensees may complete a single renewal application for use across all jurisdictions in the state.
- This ordinance will complete the last phase of implementation that the City can complete in preparation for the release of the state-wide portal.
- The change in due dates from 6/1 to 4/30 w/ payments becoming delinquent on 5/1 is the only change that should be an issue locally.
- This ordinance delays that change for 1 year to allow time for public education.

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Public Notification: Normal meeting notification.

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Alternatives: None recommended.

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Financial Impact: Financial impact will be negligible, at most, as the fee for each license year is still based upon the previous calendar year's gross receipts.

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Manager's Recommendation: I recommend 1st reading.

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Attachment(s): Proposed ordinance.

## CITY OF MYRTLE BEACH COUNTY OF HORRY STATE OF SOUTH CAROLINA

TO AMEND CHAPTER 11, LICENSES AND MISCELLANEOUS BUSINESS REGULATIONS, IN THE CODE OF ORDINANCES, TO AMEND THE BUSINESS LICENSE EXPIRATION DATE AND THE BUSINESS LICENSE DUE DATE.

WHEREAS, the Municipal Association of South Carolina has, for a number of years, promoted several points of business license standardization in order to eliminate confusion among license-payers in South Carolina municipalities and to facilitate the license application process for those applying to more than one jurisdiction across the state; and,

- WHEREAS, the recommended steps toward standardization include (a) migration from the Standard Industrial Classification (SIC) system to the North American Industry Classification System (NAICS); (b) acceptance of the uniform business license application form; (c) development of a shared portal allowing license holders to renew business licenses with a single application for all the jurisdictions in which the applicant is licensed, and (d) adoption of a uniform license year, including uniform due dates and delinquency dates; and,
- WHEREAS, the City of Myrtle Beach (the "City") migrated from the SIC to the NAICS system in 2014; and,
- 23 WHEREAS, the City accepts the uniform business license application form; and,
- WHEREAS, the City has participated in the development of the shared portal for business license renewals and is prepared to adopt it upon its implementation; and,
- WHEREAS, it is now desirable and appropriate that the City change its license year to the standard year in order to complete its compliance and cooperation with the Business License Standardization process;

NOW THEREFORE, BE IT ORDAINED by the governing body of the City of Myrtle Beach, in Council duly assembled and by the authority of the same, that Chapter 11—Licenses and Miscellaneous Business Regulations of the Code of Ordinances of the City is hereby amended as hereinbelow shown with respect to Sections 11-23 and 11-24(a).

## Chapter 11 – LICENSES AND MISCELLANEOUS BUSINESS REGULATIONS

Sec. 11-23. - Purpose and duration.

The business license levied by this ordinance is for the purpose of providing such regulation as may be required for the business subject thereto and for the purpose of raising revenue for the general fund through a privilege tax. Each license shall be issued for one fiscal year ending May 31 April 30. The provisions of this ordinance and the rates herein shall remain in effect from year to year as amended by the council.

Sec. 11-24. - License tax.

(a) The required license tax shall be paid for each business subject hereto according to the applicable rate classification on or before the first (1<sup>st</sup>) day of June thirtieth (30<sup>th</sup>) day of April in each year, except for those businesses in Rate Class 8 for which a different due date is specified.

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49	AND BE IT FURTHER ORDAINED that for the license period beginning May 1, 2020, a license	ense
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