

**ORDINANCE #8-2019 - AN ORDINANCE AMENDING THE BUSINESS LICENSE  
ORDINANCE OF THE CITY OF HANAHAN**

WHEREAS, on November 12, 2019 the City of Hanahan Council (the “Council”) of the City of Hanahan, South Carolina (the “Municipality”), adopted an ordinance establishing an annual license tax for the privilege of doing business within the Municipality (the “Business License Ordinance”); and

WHEREAS, Appendix A to the Business License Ordinance establishes rates for the annual license tax, which rates are applied based on classification of the businesses (the “Rate Schedule”); and

WHEREAS, Appendix B to the Business License Ordinance establishes a Business License Class Schedule based on United States North American Industry Classification System (NAICS) Codes (the “Class Schedule”); and

WHEREAS, the Council now desires to update the Rate Schedule and the Class Schedule to reflect the most recent federal statistical data relating to NAICS Codes; and

WHEREAS, except as amended herein, the Business License Ordinance will remain in full force and effect;

NOW, THEREFORE, BE IT ORDAINED BY COUNCIL IN MEETING DULY ASSEMBLED, AS FOLLOWS:

1. The Business License Ordinance is hereby amended by replacing the Rate Schedule contained in Appendix A thereto with the attached 2019 Appendix A.
2. The Business License Ordinance is hereby amended by replacing the Class Schedule contained in Appendix B thereto with the attached 2019 Appendix B.
3. This Ordinance shall become effective immediately upon second and final reading.

DONE AND RATIFIED IN COUNCIL, DULY ASSEMBLED, THIS \_\_\_\_ DAY OF \_\_\_\_\_, 20\_\_.

**2019 APPENDIX A**  
**RATE SCHEDULE**

**Hanahan Business License Rates**

<b>Class</b>	<b>Income: 0 - \$2,000 Minimum</b>	<b>All over \$2,000 Rate per thousand or fraction thereof</b>
1	\$30.00	\$0.60
2	\$30.00	\$0.70
3	\$40.00	\$0.80
4	\$50.00	\$0.90
5	\$60.00	\$1.00
6	\$70.00	\$1.10
7	\$80.00	\$1.20
8	See Individual Business in Class	

**NON-Resident Rates**

Unless otherwise specifically provided, all minimum fees and rates shall be doubled for non-residents and itinerants having no fixed principals place of business within the municipality.

**NON-Resident Contractor Rates**

Each business license year, non-resident contractors shall pay a business license tax of \$70.00 up to the first \$2,000.00 of gross income plus \$1.40 per thousand or fraction thereafter. Throughout the remainder of the business license year, after the initial base license tax has been paid, each additional permit issued shall require an update fee of \$1.40 per thousand or fraction thereof thereafter.

**DECLINING RATES**

Declining Rates apply in all Classes for gross income in excess of \$1,000,000, unless otherwise specifically provided for in this ordinance

<b><u>Gross Income in \$ Millions</u></b>	<b><u>Percent of Class Rate for Each Additional \$1,000</u></b>
0 - 1	100%
1 - 2	90%
2 - 3	80%
3 - 4	70%
Over 4	60%

**2019 APPENDIX B**  
**2019 BUSINESS LICENSE CLASS SCHEDULE BY NAICS CODE**

NAICS Sector/Subsector	Industry Sector	Class
11	Agriculture, forestry, hunting and fishing	3
113	Forestry and logging (including forest nurseries, timber tracts)	2
115	Supportactivities for agriculture and forestry	1
21	Mining	4
2211	Electric Power Generation, Transmission and Distribution	Franchise
2212	Natural Gas Distribution	Franchise
22	Utilities	1
23	Construction	8.1
31-33	Manufacturing	2
42	Wholesale trade	1
423930	Recyclable Material MerchantWholesalers (Junk)	8.4A
44-45	Retail trade	1
441	Motor vehicle and parts dealers	1
4411	Automobile Dealers	8.5
4412	Other Motor Vehicle Dealers	8.5
442	Furniture and home furnishing stores	1
443	Electronic and appliance stores	1
444	Building material and garden equipment and supplies dealers	1
445	Food and beverage stores	1
446	Health and personal care stores	2
447	Gasoline stations	1
448	Clothing and accessories stores	2
451	Sporting goods, hobby, book, and music stores	1
452	General merchandise stores	1
453	Miscellaneous store retailers	2
454	Nonstore retailers	2
45439	Other Direct Selling Establishments (Peddlers)	8.6
48-49	Transportation and warehousing	2
482	Rail Transportation	8.2
484	Truck Transportation	2
486	Pipeline transportation	1
493	Warehousing and storage facilities	2
51	Information	3
511	Publishing industries (exceptinternet)	2
512	Motion picture and sound recording	1
515	Broadcasting (exceptinternet) and telecommunications	3
517	Telecommunications	3
5171	Wired Telecommunications Carriers	8.3
5172	Wireless Telecommunications Carriers (exceptSatellite)	8.3
518	Internet service providers, web search portals, and data processing	3
519	Other Information Services	5
52	Finance and insurance	6
522	Credit intermediation and related activities	4

NAICS Sector/Subsector	Industry Sector	Class
522298	Pawnshops	8.4B
523	Securities, commodity contracts, and other financial investments	7
524	Insurance agents, brokers, and related activities	6
5241	Insurance Carriers	8.7
52421	Insurance Brokers for non-admitted Insurance Carriers	8.7
525	Funds, trusts and other financial vehicles	7
53	Real estate and rental and leasing	7
531	Real estate	7
5311	Lessors of real estate (including mini-warehouses and self-storage)	7
532	Rental and leasing services	1
533	Lessors of nonfinancial assets	7
54	Professional, scientific, and technical services	3
5411	Legal Services	7
5413	Architectural, engineering and related services	2
5416-9	Other professional, scientific, and technical services	4
55	Management of companies	6
56	Administrative and support and waste management and remediation services	3
561	Administrative and support services	3
562	Waste management and remediation services	1
61	Educational services	3
62	Health care and social assistance	3
623	Nursing and Residential Care Facility	1
71	Arts, entertainment, and recreation	3
71119	Other Performing Arts Companies (Carnivals and Circuses)	8.9B
712	Museums, Historical Sites and similar institutions	1
7131	Amusement Parks and Arcades	8.8
7132	Nonpayout Amusement Machines	8.8
713290	Bingo Halls	8.9A
713990	All Other Amusement and Recreational Industries (pool tables)	8.10
721	Accommodation	2
722	Food services and drinking places	2
72241	Drinking Places (Alcoholic Beverages)	8.9C
81	Other services	3
811	Repair and maintenance	1
8111	Auto repair and maintenance	2
812	Personal and laundry services	6
813	Religious, grantmaking, civic, professional, and similar organizations	4

*Note: Class Schedule is based on 2014 IRS data.*