# **Non-Menlo Park Based Businesses**

## **Business License Application Instructions**

CITY OF MENLO PARK BUSINESS LICENSE DEPARTMENT 701 LAUREL ST., MENLO PARK, CALIFORNIA 94025 (650) 330-6642 FAX (650) 327-5391

THE CITY OF MENLO PARK BUSINESS LICENSE TAX IS ASSESSED FOR EACH BUSINESS, PROFESSION, TRADE OR CALLING PERFORMING BUSINESS ACTIVITY WITHIN THE CITY AS CLASSIFIED BY THE MUNICIPAL CODE

#### How to complete the Business License Application for Non-Menlo Park Based Businesses

Please provide all of the requested information. An incomplete or unsigned application notice will be returned for completion.

- BUSINESS ADDRESS A Post Office Box may not be used as the Business Location.
- DESCRIPTION OF PRIMARY BUSINESS ACTIVITY TO BE CONDUCTED IN MENLO PARK The City classifies all
  businesses using "Standard Industry Codes" enter your code in this area. If you do not know your "SIC" we will assign one
  based on the description you provide.

### How to complete the Business License Tax Calculation Section

- GROSS RECEIPTS AND GROSS RECEIPTS TAX Licenses are issued by calendar year, estimate what your gross receipts to be earned in Menlo Park through December 31 of the current calendar year; enter this amount on the application in the "Gross Receipts" area. Determine the Gross Receipts Tax using <u>Section 5.12 General Business</u> in the Guide to Annual Business License Tax Calculation for the City of Menlo Park (located on reverse side); enter this amount on the application in the "Gross Receipts Tax" area.
- Peddler, Solicitor, Itinerant Merchant, Mobile Food Vendors \$300 minimum tax. Mediumship/Fortune Telling \$180 minimum tax. You must contact the Business License Department for instructions on how to obtain the required permits from the Menlo Park Police Department before submitting a business license application.
- LATE CHARGES Businesses are required to apply for a business license prior to start of activities in Menlo Park. Applications submitted after the first thirty (30) days of the start of the activity are subject to late charge of 15% for each month of unlicensed activity to a maximum late charge of 60%.
- TOTAL AMOUNT DUE Add the Gross Receipts Tax to any Late Charges or Other Fees, and write the total in the Total Amount Due area.

## How to Submit the Business License Application for approval

APPLICATIONS CAN BE SUBMITTED IN PERSON OR MAILED TO THE CITY.

Deliver or mail the completed Application and payment to:

City of Menlo Park
Business License Department
701 Laurel Street
Menlo Park, CA 94025

Please make all checks or money orders payable to **City of Menlo Park**. **Do not mail cash**.

## To pay by credit card apply on-line at www.menlopark.org/businesslicense

IF YOU HAVE ANY QUESTIONS REGARDING THE COMPLETION OF THE APPLICATION, YOU ARE ENCOURAGED TO CONTACT THE BUSINESS LICENSE DEPARTMENT, TELEPHONE (650) 330-6642.

Guide to Annual Business License Tax located on reverse side.

## Guide to Annual Business License Tax Calculation for the City of Menlo Park

To Calculate your Business License Tax:

- 1. Identify the appropriate business type.
- 2. Reference the accompanying Chart to determine the appropriate tax based on annual gross receipts and if applicable the number of employees or flat rates.
- Record the highest applicable tax to complete the Business License application.
   [If a license tax can be calculated on more than one basis, the basis for calculation which will produce the highest license tax shall be used in determining the tax to be assessed.]

#### **5.12 GENERAL BUSINESS**

The taxes imposed by this chapter shall be imposed on by not limited to the following chapter.

- a. WHOLESALE OR RETAIL SALES
- b. MANUFACTURING, PACKAGING OR PROCESSING
- c. PROFESSIONS, OCCUPATIONS AND SERVICES
- d. CONTRACTORS JOBBING
- e.1 HOTELS, MOTELS, ROOMING HOUSES, BOARDING HOUSES, APARTMENT HOUSES, LODGING HOUSES, BUNGALOW COURTS five (5) or more units.
- e.2 Persons engaged in the business of renting or Letting Rooms, Apartments, Accommodations for DWELLING, SLEEPING, HOUSEKEEPING OR LODGING where such persons have five (5) or more units
- f. DISTRIBUTION OF STAMPS, COUPONS, TICKETS, CARDS OR OTHER DEVICES
- g. Coin-Operated Devices, Vending Machines
- ANY PROFESSION, TRADE, OCCUPATION, CALLING OR BUSINESS NOT OTHERWISE SPECIFICALLY LICENSED BY OTHER SUBDIVISIONS OF THIS ORDINANCE

ANNUAL GROSS	ANNUAL GROSS	Annual
RECEIPTS	RECEIPTS	LICENSE TAX
(OVER)	(BUT NOT OVER)	
\$ 0	\$ 25,000	\$ 50.00
25,000	50,000	75.00
50,000	75,000	100.00
75,000	100,000	125.00
100,000	200,000	160.00
200,000	300,000	200.00
300,000	400,000	240.00
400,000	500,000	275.00
500,000	600,000	310.00
600,000	700,000	350.00
700,000	800,000	390.00
800,000	900,000	425.00
900,000	1,000,000	460.00
1,000,000	2,000,000	750.00

AN ADDITIONAL \$ 250.00 TAX MUST BE ADDED TO THE ANNUAL LICENSE TAX FOR **EACH** ADDITIONAL MILLION OR PORTION THEREOF UP TO \$30,000,000 GROSS.

MAXIMUM TAX: \$8,000.00

# 5.16 ADMINISTRATIVE OFFICES AND/OR WAREHOUSE ACTIVITIES

ANNUAL LICENSE TAX IS BASED UPON THE AVERAGE NUMBER OF EMPLOYEES.

NUMBER OF EMPLOYEES	TAX
1-5	\$ 50.00
6-15	200.00
16-25	350.00
26-50	500.00
51-75	650.00
76-100	800.00
101-150	950.00
151-200	1,100.00
201 +	1,250.00

#### 5.28.040 MISCELLANEOUS BUSINESSES

PEDDLER, SOLICITOR, ITINERANT MERCHANT EACH PERSON
annually \$300.00
per day \$20.00

## 5.14.010 HOME OCCUPATION MINIMUM ANNUAL TAX

GROSS RECEIPTS \$ 0.00 - \$7,500 \$ 25.00 If annual gross receipts exceed \$7,500 refer to 5.12 General Business License Tax Chart above.

Home Occupation Permit Fee (One time fee) \$50.00