
MEMORANDUM

TO: County Probate Judges
County License Commissioners
License Inspectors
Other License Issuing Officials

FROM: Alabama Department of Revenue
Business and License Tax Division
Severance and License Section

SUBJECT: Revised Interest Chart – *Effective October 1, 2022*

DATE: September 16, 2022

Attached is the updated interest rate chart as required by Section 40-1-44, Code of Alabama, 1975. The underpayment rate for the upcoming fiscal year established by the Secretary of the Treasury under the authority of 26 U.S.C. §6621 is 6 percent.

The updated interest chart will be posted at <https://www.revenue.alabama.gov/wp-content/uploads/2017/05/interestchart.pdf>. If you have any questions, contact our office at 334-353-7827, option 5.

**Privilege License Interest Rate Factor Chart
Business & License Tax Division**

Fiscal Year 2022/2023

Interest Table	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2022/2023	-	0.0049	0.0100	0.0151	0.0197	0.0248	0.0298	0.0348	0.0398	0.0449	0.0500	0.0549
2021/2022	0.0401	0.0450	0.0501	0.0552	0.0598	0.0649	0.0698	0.0749	0.0799	0.0850	0.0901	0.0950
2020/2021	0.0701	0.0750	0.0801	0.0852	0.0898	0.0949	0.0998	0.1049	0.1099	0.1150	0.1201	0.1250

The above interest rates are based on the current annual rate provided for under Section 40-1-44, Code of Alabama, 1975.

Example: If a license is purchased in December 2022 for the current year (license year 2022/2023) and two prior years (2021/2022) and (2020/2021) the interest rate to be used is 0.01 for 2022/2023, 0.0501 for 2021/2022, and 0.0801 for 2020/2021.

This chart may be used through SEPTEMBER 2023, or until further notice.
If you have any questions regarding this information, please call (334) 353-7827, option 5.

Revised: 9/15/2022

Effective: 10/1/2022

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