
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, 2023*

DATE: September 1, 2023

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 8 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 and License Tax Division**

Fiscal Year 2023/2024

Interest Table	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2023/2024	-	0.0066	0.0133	0.0201	0.0264	0.0332	0.0398	0.0466	0.0531	0.0599	0.0667	0.0732
2022/2023	0.0692	0.0757	0.0825	0.0893	0.0956	0.1024	0.1089	0.1157	0.1223	0.1291	0.1358	0.1424
2021/2022	0.1092	0.1158	0.1226	0.1294	0.1357	0.1425	0.1490	0.1558	0.1624	0.1691	0.1759	0.1825

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 2023 for the current year (license year 2023/2024) and two prior years (2022/2023) and (2021/2022) the interest rate to be used is 0.0133 for 2023/2024, 0.0825 for 2022/2023, and 0.1226 for 2021/2022.

This chart may be used through SEPTEMBER 2024, or until further notice.
If you have any questions regarding this information, please call (334) 353-7827, option 5.

Revised: 8/29/2023

Effective: 10/1/2023

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