
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 Rate Factor Chart – *Effective October 1, 2024*

DATE: August 26, 2024

Attached is the updated interest rate factor 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 rate factor chart will be posted at https://www.revenue.alabama.gov/ultraviewer/viewer/basic_viewer/index.html?form=2024/08/interest-chart-FY-2025.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 2024/2025

Interest Table	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
2024/2025	-	0.0066	0.0134	0.0202	0.0263	0.0331	0.0397	0.0465	0.0530	0.0598	0.0666	0.0732
2023/2024	0.0800	0.0866	0.0934	0.1002	0.1063	0.1131	0.1197	0.1265	0.1331	0.1399	0.1466	0.1532
2022/2023	0.1492	0.1558	0.1625	0.1693	0.1755	0.1823	0.1888	0.1956	0.2022	0.2090	0.2158	0.2224

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 2024 for the current year (license year 2024/2025) and two prior years (2023/2024) and (2022/2023) the interest rate to be used is 0.0134 for 2024/2025, 0.0934 for 2023/2024, and 0.1625 for 2022/2023.

This chart may be used through SEPTEMBER 2025, or until further notice.
If you have any questions regarding this information, please call (334) 353-7827, option 5.

Revised: 8/26/2024

Effective: 10/1/2024

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