

SPECIAL NOTICE: Bay County Dealers

License fees or other fees imposed by municipalities

Panama City and Panama City Beach impose upon retailers a Merchant's License Tax or similar gross receipts tax or fee, which may be passed on to the customer. The Merchant's License Tax is included in the sales price of each item whether or not it is separately stated on the invoice.

EXAMPLE: A shirt sells for \$49.95. The separately stated 1% gross receipts fee for this item is \$0.50. Since the gross receipts fee is part of the sales price of the item (\$50.45), the shirt will not qualify for the exemption.

Price of shirt	\$49.95
1% Merchant's License Tax	\$ 0.50
Taxable value of shirt	\$50.45