

Business License (BPOL) Tax City of Fredericksburg

Every business operating in the City of Fredericksburg is required to obtain a business license from the Office of the Commissioner of the Revenue. The license tax is calculated based on a business' gross revenue. Businesses with less than \$100,000 of annual gross revenue pay a flat \$25 license tax per year. Businesses with more than \$100,000 in annual gross revenue pay BPOL taxes based on the amount of revenue and the type of business. Full details are available on the Commissioner of the Revenue's page through the City of Fredericksburg's website at Fredericksburgva.gov.



Here are some examples of the amount of BPOL taxes that a business might pay in the City of Fredericksburg:

Example One

Home-based marketing firm with \$95,000 in annual revenue
Annual BPOL tax: \$25



Example Two

Defense contractor with \$500,000 in annual revenue
Annual BPOL tax: \$1,800

Example Three

Restaurant with \$1.5 million in annual revenue
Annual BPOL tax: \$3,000



Revenue from the BPOL tax allows the City of Fredericksburg to keep its real estate taxes among the lowest in the region -- which helps bring down rents for Fredericksburg businesses.

For more information about opening a business in the City of Fredericksburg, please contact:

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