# EXEMPTIONS

Chapter

3

## Exemptions and Maximum UUT Payable

Section 2-9-704 to 2-9-707 of the City of Irvine Municipal Code imposes a 1.5% Utility Users Tax on all business use of gas, electric, and telephone.

Exemptions:

1. Not-for-profit and nonprofit business, providing an IRS letter of determination confirming exemption from Federal income tax under section 501(c)(3) of the Internal Revenue Code.

2. Insurance companies providing appropriate documentation certifying the company is in the insurance business

Maximum UUT Amount Payable:

1. Businesses with a combined total maximum of telephone, electricity, and gas user taxes paid by any service user for one contiguous location shall not exceed $5,000 during any 12-month period, if the business pays the $5,000 in advance and complies with the following.

   A. Pay the maximum amount, $5,000, and the user will be excluded from the utility users tax for 12 consecutive months following the month that the utility user tax amount is removed form the utility bill.

   B. Submit the following completed forms:
      1. Single Payment Option Form
      2. Utility Information (preferably in electronic format)

   C. Once the utility user pays the maximum amount, the utility companies will be notified to discontinue charging utility user taxes for the next consecutive 12 months.