

PEDDLERS, SOLICITORS & TRANSIENT MERCHANTS

WHAT IS A PEDDLER?

You are a peddler if you go uninvited from house to house, place to place, or street to street to sell goods, wares or merchandise you are carrying with you.

WHAT IS A TRANSIENT MERCHANT?

You are a transient merchant if you are temporarily in Prescott to sell goods, wares or merchandise from a fixed location. That fixed location must be a structure that is approved for your specific use by the Planning & Zoning Department.

HOW IS A SOLICITOR DIFFERENT FROM A PEDDLER OR TRANSIENT MERCHANT?

As a solicitor, you might go uninvited from house to house, place to place, or street to street just as a peddler does. The difference is that you will be taking orders of merchandise for future delivery or orders for services to be performed in the future.

DO I NEED ANY SPECIAL LICENSES TO ACT AS A PEDDLER, SOLICITOR OR TRANSIENT MERCHANT IN PRESCOTT?

Yes, you must obtain a Peddler/Solicitor/Transient Merchant license and in most cases, a Transaction Privilege Tax license also. You can apply for both licenses at the City Tax & Licensing Department.

WHAT DOES IT COST TO APPLY FOR A LICENSE?

Transaction Privilege Tax License ~ \$25.00
Peddlers, solicitors and transient merchants must obtain a privilege tax license. If however, you are a solicitor and your primary business location is in another incorporated Arizona city, you will pay the privilege tax associated with your sales to that city and are, consequently, not required to obtain a privilege tax license from us.

Peddler/Solicitor/Transient Merchant License ~ \$50.00
Peddlers, solicitors, and transient merchants are required to obtain this annual license.

Identification Card Fee ~ \$10.00 each
All individuals receiving a Peddler/Solicitor/Transient Merchant license must obtain an identification card.

If you authorize other individuals to operate under your Peddler/Solicitor/Transient Merchant license, each of these individuals will have to obtain a \$10.00 identification card also. (Note: you must obtain approval from the Chief of Police to have more than twenty employees, agents or independent dealers working in Prescott at one time). In addition, each individual must submit two (2) 2"x2" pictures of themselves and a copy of their drivers license or other acceptable proof of identity.

Cash Bond ~ \$200.00 plus an additional \$100.00 for each individual
The Peddler/Solicitor/Transient Merchant ordinance also requires you to post a \$200.00 cash bond, plus \$100.00 bond for each employee, agent, or independent dealer you authorize. The maximum bond that will be required is \$1,000. This bond will be returned to you when the following conditions have been met:

- 1) All licenses and identification cards have been returned to the Finance Department within sixty (60) days of their expiration date.
- 2) You have paid all of the applicable privilege tax for your business.
- 3) You have not violated any provisions of the City code.

HOW LONG DOES IT TAKE TO GET A LICENSE?

If the Chief of Police determines that no fingerprint check is necessary, the license will be issued within seventy-two hours. If a fingerprint check is deemed necessary, the license will be approved or disapproved within fourteen days.

ARE THERE ANY EXEMPTIONS FROM THESE LICENSING REQUIREMENTS?

You will not be required to obtain a Peddler/Solicitor/Transient Merchant license if:

- 1) You sell only at wholesale to dealers in the articles you are selling.
- 2) You are a newspaper carrier.
- 3) You are a vendor during a licensed "Special Event".
- 4) You are a permanent business delivering goods in the regular course of your business.
- 5) You are conducting a bona-fide auction sale pursuant to a Court Order.

- 6) You have had prior contact with the owners or occupants of a private residence and have been invited to that residence for the purpose of making sales, soliciting orders or delivering goods.

WHAT RULES MUST I FOLLOW AS A PEDDLER, SOLICITOR OR TRANSIENT MERCHANT?

- 1) You cannot make exclusive use of any location on any street, alley, sidewalk or right-of-way; that is, if you are making sales on any street, alley, etc., you must be constantly moving.
- 2) You cannot operate in a congested area where your operation may impede or inconvenience the public use of any street, sidewalk or right-of-way. This restriction includes operating on private property, (in an alcove, for example) where your customers will "spill out" into the public right-of-way and cause congestion.
- 3) You cannot display any signs on the exterior of any structure.
- 4) You cannot occupy any structure for the purpose of selling or delivering goods, wares or merchandise unless the structure conforms with the City Zoning Code. Your approved location must be listed on your license. You may be cited for operating anywhere other than your approved location.
- 5) You cannot make loud noises or use speaking devices to attract attention to your merchandise.

DOES MY LICENSE HAVE TO BE DISPLAYED?

Yes. Your identification card must be visible at all times.

To view a complete copy of the tax code, please go to: <http://www.cityofprescott.net>



**City of Prescott
Finance Department
Tax & Licensing Division
201 S. Cortez Street
P O Box 2077**

Prescott, AZ 86302

For more information please contact:

928 777-1268 Taxpayer Assistance Rep
928 777-1231 Privilege Tax Auditor
928 777-1247 Privilege Tax Supervisor

PRESCOTT PRIVILEGE TAX

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This publication is for general information regarding the Peddler/Solicitor/Transient Merchant ordinance and the associated licenses required. For complete details, refer to the City of Prescott Privilege & Use Tax Code and related regulations. In the case of an inconsistency or omission in this publication, the language of the Tax Code will prevail. The transaction privilege tax is commonly referred to as a sales tax, however, under the State of Arizona law, the tax is on the privilege of doing business in Prescott and is not a true sales tax.

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