



JULIE P. MAGEE
Commissioner

State of Alabama Department of Revenue

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50 North Ripley Street
Montgomery, Alabama 36132

MICHAEL E. MASON
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CURTIS E. STEWART
Deputy Commissioner

September 17, 2015

NOTICE

To: Every provider of pharmaceutical services to the citizens of Alabama, except for a pharmacy, or portion thereof, serving hospital in-patients or pharmacies owned or operated by the State of Alabama or an agency thereof:

Please be advised that effective September 1, 2015, a supplemental privilege tax at the rate of 15 cents for each prescription filled or refilled for a citizen of Alabama has been imposed for collection in fiscal years 2016 and 2017. The supplemental privilege tax imposed is **in addition** to all other taxes of any kind now imposed by law, including without limitation, the privilege taxes provided for under Article 1, Chapter 26B of Title 40, *Code of Alabama 1975*. Therefore, the new rate for each prescription filled or refilled will be a total of 25 cents effective September 1, 2015.

Please note that this rate increase will be reflected on the September 2015 tax return which is due on or before October 20, 2015.

If you have any questions regarding the new legislation passed regarding the rate increase in the Pharmaceutical Providers Tax, please contact the Sales and Use Tax Division at the address or telephone number shown below:

Alabama Department of Revenue
Sales and Use Tax Division
P. O. Box 327710
Montgomery, Al 36132-7710
Phone: (334) 242-1490
Fax: (334) 353-7867