

City of Columbiana
Posted 12/6/2018

Effective January 1, 2019

The City of Columbiana has decreased their sales and use taxes on farm equipment as shown below:

Sales & Use Taxes:	<u>OLD RATES</u>	<u>NEW RATES</u>
General Rate	4.00%	4.00%
Admissions to places of amusement and entertainment	4.00%	4.00%
Retail Selling Price of food for human consumption sold through vending machines	4.00%	4.00%
Net difference paid for machines, machinery, and equipment used in planting, cultivating and harvesting farm products	4.00%	2.00%
Machines and parts and attachments for machines used in manufacturing tangible personal property	4.00%	4.00%
Net difference paid for all automotive vehicles, truck trailers, semi-trailers and house trailers	1.50%	1.50%
Withdrawal fee for automotive vehicle dealers only	\$2.50	\$2.50
Retail Selling Price of Alcoholic Beverages	4.00%	4.00%
Use Taxes:	<u>OLD RATES</u>	<u>NEW RATES</u>
General Rate	3.00%	3.00%
Net difference paid for machines, machinery, and equipment used in planting, cultivating and harvesting farm products	3.00%	2.00%
Machines and parts and attachments for machines used in manufacturing tangible personal property	3.00%	3.00%
Net difference paid for all automotive vehicles, truck trailers, semi-trailers and house trailers	2.00%	2.00%

Your City of Columbiana sales and use taxes may be remitted online through the 'Local Tax' account in the Alabama Department of Revenue's online filing system, My Alabama Taxes (MAT), the 'ONE SPOT' to file: <https://myalabamataxes.alabama.gov>. If you have any questions about your City of Columbiana taxes, please contact:

Avenu/RDS
P. O. Box 830725
Birmingham, AL 35283-0725
1-800-556-7274

If you have any questions regarding this notice, please contact this office:

ALABAMA DEPARTMENT OF REVENUE
Sales & Use Tax Division
P.O. Box 327710
Montgomery, Alabama 36132-7710
(334) 242-1490

ORDINANCE NO. 07-18-03

AN ORDINANCE AMENDING ORDINANCE NO. 04-00-01 TO REDUCE SALES AND USE TAXES ON FARM EQUIPMENT

WHEREAS, the Mayor and Council of the City of Columbiana, Alabama, have deemed it necessary, proper, and for the benefit of the City to amend Ordinance No. 04-00-01 ("Tax Ordinance") to reduce the amount of sales and use taxes imposed on farm equipment;

NOW, THEREFORE, BE IT ORDAINED BY THE MAYOR AND COUNCIL OF THE CITY OF COLUMBIANA, ALABAMA, AS FOLLOWS:

Section 1. That Section 1(e) of the Tax Ordinance be amended to read as follows:

"Section 1. There is hereby levied, in addition to all other taxes of every kind now imposed by law, and shall be collected as herein provided, a privilege or license tax against the person on account of the business activities and in the amount to be determined by the application of rates against gross sales, or gross receipts, as the case may be, as follows:

(e) Upon every person, firm or corporation engaged or continuing within the City in the business of selling at retail any machine, machinery or equipment which is used in planting, cultivating and harvesting farm products, or used in connection with the production of agricultural produce or products, livestock or poultry on farms, and the parts of such machines, machinery or equipment, attachments and replacements therefore which are made or manufactured for use on or in the operation of such machine, machinery or equipment, and which are necessary to and customarily used in the operation of such machine, machinery or equipment, an amount equal to two percent (2%) of the gross proceeds of the sale thereof. Provided, however, the two percent (2%) rate herein prescribed with respect to parts, attachments, and replacements shall not apply to any automotive vehicle or trailer designed primarily for public highway use, except farm trailers used primarily in the production and harvesting of agricultural commodities.

Where any used machine, machinery or equipment which is used in planting, cultivating, and harvesting farm products, or used in connection with the production of agricultural produce or products, livestock and poultry on farms is taken in trade or in a series of trades as a credit or part payment on a sale of a new or used machine, machinery or equipment, the tax levied herein shall be paid on the net difference, that is, the price of the new or used machine, machinery or equipment sold, less the credit for the used machine, machinery or equipment taken in trade."

Section 2. That Section 3(d) of the Tax Ordinance be amended to read as follows:

"Section 3.

(d) An excise tax is hereby levied and imposed on the storage, use or other consumption in the City of any machine, machinery or equipment which is used in planting, cultivating and harvesting farm products, or used in connection with the production of agricultural produce or

products, livestock or poultry on farms, and the parts of such machines, machinery or equipment, attachments and replacements therefore which are made or manufactured for use on or in the operation of such machine, machinery or equipment, and which are necessary to and customarily used in the operation of such machine, machinery or equipment, which is purchased at retail after the effective date of this ordinance, for the storage, use or other consumption in the City at the rate of two percent (2%) of the sales price of such property within the corporate limits of said City, regardless of whether the retailer is or is not engaged in the business in this City. Provided, however, the two percent (2%) rate herein prescribed with respect to parts, attachments, and replacements shall not apply to any automotive vehicle or trailer designed primarily for public highway use, except farm trailers used primarily in the production and harvesting of agricultural commodities. Where any used machine, machinery or equipment which is used in planting, cultivating, and harvesting farm products, or used in connection with the production of agricultural produce or products, livestock and poultry on farms is taken in trade or in a series of trades as a credit or part payment on a sale of a new or used machine, machinery or equipment, the tax levied herein shall be paid on the net difference, that is, the price of the new or used machine, machinery or equipment sold, less the credit for the used machine, machinery or equipment taken in trade.”

Section 3. This Ordinance is cumulative to General License Code or Ordinance. This ordinance shall not be construed to amend or repeal any of the other provisions of the general license code or ordinance of the City, but shall be held to be cumulative, and the amounts of the taxes herein levied shall be in addition to the amounts of all other license taxes imposed by the City by its general license code or ordinance.

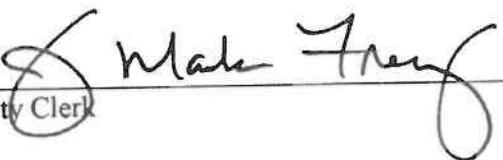
Section 4. Severability. Each and every provision of this ordinance is hereby declared to be an independent provision and the holding of any provision hereof to be void and invalid for any reason shall not affect any other provision hereof, and it is hereby declared that the other provisions of this ordinance would have been enacted regardless of any provision which might have been held invalid.

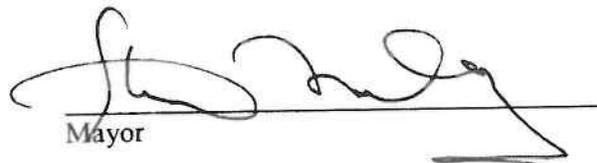
Section 5. Repealer. All ordinances or parts of ordinances in conflict herewith are hereby repealed to the extent of such conflict.

Section 6. Effective Date. This ordinance shall become effective on the first day of January, 2019, and the first payment of taxes hereunder shall be due and payable on the 1st day of January 2019. This ordinance shall remain in full force and effect and shall apply to each month beginning with the month of the effective date and to each month of each calendar year thereafter from year to year.

Adopted and approved this 17th day of July, 2018.

Attest:


City Clerk


Mayor

