



State of Alabama Department of Revenue

(www.revenue.alabama.gov)
50 North Ripley Street
Montgomery, Alabama 36132
September 1, 2006

CYNTHIA UNDERWOOD
Assistant Commissioner
LEWIS A. EASTERLY
Secretary

NOTICE

To: All Out-of-State Licensed Dismantler and Parts Recyclers Holding Buyers' ID Cards

From: Severance & License Tax Section
Sales, Use & Business Tax Division

Re: Expiring Buyers' Identification Cards

All buyers' Identification cards (BID cards) previously issued by the Alabama Department of Revenue-Severance and License Tax Section will expire on September 30, 2006. Effective October 1, 2006 all BID cards will be valid from October 1 through September 30 of each year. Therefore, each year, if you wish to continue bidding on vehicles at salvage pools or salvage disposal sales, you must submit an updated BID card application along with a copy of your current automotive dismantler and parts recycler's license. New cards will be issued annually provided that you meet the following requirements.

- (1) Pay a fee of \$10.00 to the Alabama Department of Revenue for processing said BID card application.
- (2) Be a salvage dealer licensed in your state under a license equivalent to the Alabama automotive dismantler and parts recycler license.

A license issued by your state will be considered equivalent to the Alabama automotive dismantler and parts recycler license if the licensing laws of the other state provides for all of the following:

- (a) Authorization to engage in the business of purchasing and dismantling, disassembling or repairing, wrecked, abandoned, or repairable motor vehicles, and selling the usable parts thereof; and the business of selling such wrecked, hulk of the vehicle after the salvageable parts have been removed.
- (b) Proof of financial responsibility by the submission of cash or a surety bond of at least ten thousand dollars (\$10,000).
- (c) A physical location within the state of licensure.
- (d) Maintenance of records of all purchases and sales of vehicles for a period of five years from the date of purchase or sale, including the name and address of each purchaser or seller.

A license issued by a political subdivision of a state, or by a municipality will not be considered equivalent to the Alabama automotive dismantler and parts recycler license.

Questions regarding this matter may be directed to:

Severance & License Tax Section
P. O. Box 327550
Montgomery, AL 36132-7550
(334) 353-7827