# Table of Contents

Department’s Mission Statement .................................................. 4
Introduction ................................................................................. 4

**General Information**

Revenue Department Web Site .................................................... 5
Income Tax Refund Inquiry .......................................................... 5
Taxpayers’ Bill of Rights ............................................................... 5
Department Historical Outline ..................................................... 6
General Duties and Responsibilities .............................................. 8
Office of the Commissioner ......................................................... 9
Department Directory .................................................................. 10
Taxpayer Service Centers ........................................................... 13

**Tax Information**

Agents Occupational License Tax ................................................ 15
Alabama Accountability Act ......................................................... 15
Alabama Uniform Natural Minerals Tax ....................................... 16
Alcoholic Beverage Control Revenues ......................................... 17
Automotive Dismantlers and Parts Recyclers ............................... 17
Aviation Fuel Tax ...................................................................... 18
Business Privilege License ......................................................... 19
Business Privilege Tax ............................................................... 19
Charter (Filing) Fee .................................................................... 20
Coal Severance Tax ................................................................... 20
Contractors’ Gross Receipts ....................................................... 21
Corporate Income Tax ............................................................... 21
Deeds and Assignments ............................................................. 22
Dry Cleaning Environmental Response Trust Fund Fee .............. 23
Estate Tax ............................................................................... 23
Fiduciary Income Tax ............................................................... 24
Financial Institutions Excise Tax ................................................. 24
Forest Products’ Severance Tax .................................................. 24
Freight Line Equipment Companies Tax ..................................... 25
Gasoline and Diesel Fuel Taxes ................................................... 25
Hazardous Waste Fee ............................................................... 28
Hospital Assessment for Medicaid Tax ....................................... 28
Hydroelectric KWH Tax ............................................................ 29
Illegal Drug Tax ....................................................................... 29
Income Tax Withholding ............................................................ 30
Individual Income Tax ............................................................. 30
Inspection Fee ......................................................................... 32
International Fuel Tax Agreement .............................................. 32
International Registration Plan .................................................. 33
Local Solid Minerals Taxes ......................................................... 34
Lubricating Oils Tax .................................................................. 34
Mandatory Liability Insurance (MLI) .......................................... 35
Manufactured Home Title and Cancellation Fee ......................... 35
Manufactured Home Registration Fee ........................................ 36
<table>
<thead>
<tr>
<th>Tax Type</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mineral Documentary Tax</td>
<td>37</td>
</tr>
<tr>
<td>Mobile Telecommunication Services Tax</td>
<td>37</td>
</tr>
<tr>
<td>Motor Carrier Mileage Tax</td>
<td>37</td>
</tr>
<tr>
<td>Motor Vehicle Carrier Permit Fees</td>
<td>38</td>
</tr>
<tr>
<td>Motor Vehicle Certificate of Title Fee</td>
<td>38</td>
</tr>
<tr>
<td>Motor Vehicle Dealer, Rebuilder, Wholesaler and Off-Site Licenses</td>
<td>39</td>
</tr>
<tr>
<td>Motor Vehicle Registration Fees</td>
<td>40</td>
</tr>
<tr>
<td>Nursing Facility Tax</td>
<td>41</td>
</tr>
<tr>
<td>Oil and Gas Privilege Tax</td>
<td>41</td>
</tr>
<tr>
<td>Oil and Gas Production Tax</td>
<td>42</td>
</tr>
<tr>
<td>Pari-Mutuel Pool Tax</td>
<td>43</td>
</tr>
<tr>
<td>Partnership Income Tax</td>
<td>43</td>
</tr>
<tr>
<td>Pharmaceutical Providers Tax</td>
<td>43</td>
</tr>
<tr>
<td>Prepaid Wireless 9-1-1 Charge</td>
<td>44</td>
</tr>
<tr>
<td>Property (Ad Valorem) Tax</td>
<td>44</td>
</tr>
<tr>
<td>Recordation Tax</td>
<td>46</td>
</tr>
<tr>
<td>Rental or Leasing Tax</td>
<td>46</td>
</tr>
<tr>
<td>Restored (Salvage) Vehicle Inspection Fee</td>
<td>47</td>
</tr>
<tr>
<td>Sales Tax</td>
<td>47</td>
</tr>
<tr>
<td>Scrap Tire Environmental Fee</td>
<td>48</td>
</tr>
<tr>
<td>Simplified Sellers Use Tax</td>
<td>49</td>
</tr>
<tr>
<td>Solid Waste Disposal Fee</td>
<td>49</td>
</tr>
<tr>
<td>State Horse Wagering Fee</td>
<td>50</td>
</tr>
<tr>
<td>Store and Chain Store License</td>
<td>50</td>
</tr>
<tr>
<td>Tobacco Master Settlement Agreement - Escrow &amp; Complimentary Legislation Provisions</td>
<td>50</td>
</tr>
<tr>
<td>Tobacco Tax</td>
<td>51</td>
</tr>
<tr>
<td>Transient Occupancy (Lodgings) Tax</td>
<td>52</td>
</tr>
<tr>
<td>TVA Electric Payment</td>
<td>52</td>
</tr>
<tr>
<td>Underground and Aboveground Storage Tank Trust Fund Charge</td>
<td>53</td>
</tr>
<tr>
<td>Unemployment Compensation Tax</td>
<td>53</td>
</tr>
<tr>
<td>Use Tax</td>
<td>53</td>
</tr>
<tr>
<td>Utility Gross Receipts Tax</td>
<td>54</td>
</tr>
<tr>
<td>2.2% Utility License Tax</td>
<td>55</td>
</tr>
<tr>
<td>Wholesale Oil/Import License Fee</td>
<td>55</td>
</tr>
<tr>
<td>Distribution of Taxes/Fees Collected by ADOR</td>
<td>56</td>
</tr>
<tr>
<td>References to Distribution of Taxes/Fees</td>
<td>58</td>
</tr>
<tr>
<td>Agency Directory for Tax Numbers</td>
<td>61</td>
</tr>
<tr>
<td>Tax Calendar</td>
<td>62</td>
</tr>
<tr>
<td>Required Monthly Returns</td>
<td>65</td>
</tr>
</tbody>
</table>

**Revenue Legislation**

- General Revenue Related Acts 2016 Regular Session  | 66   |
- Local Revenue Related Acts 2016 Regular Session    | 73   |
- General Revenue Related Acts 2016 First Special Session | 77   |
- Local Revenue Related Acts 2016 First Special Session | 78   |
Department's Mission Statement

The Alabama Department of Revenue will efficiently and effectively administer the revenue laws in an equitable, courteous and professional manner to fund governmental services for the citizens of Alabama.

Introduction

The General Summary of State Taxes is published for the purpose of offering a concise handbook of the revenue sources -- taxes or fees -- currently available to the State of Alabama.

Part One of this publication features helpful information about the Alabama Department of Revenue, including the department's website, the duties and responsibilities of the department, descriptions of the various units within the organization, statistical information, and useful contact information.

Part Two outlines the taxes with the statutory or constitutional authority, basis, rate, exemption, payment, and distribution through the 2016 first special session of the Alabama Legislature.

Part Three contains legislative changes made during the 2016 regular session and the 2016 first special session of the Alabama Legislature.
Part One – General Information

Revenue Department Web Site
The Department maintains a web site to provide quick and easy access to a variety of state and local tax information including printable tax forms and publications, news and statistics, legal rulings and opinions, tax policy, electronic filing services and taxpayer assistance information. The department's web site address is www.revenue.alabama.gov.

The Department has a feature called “My Alabama Taxes - MAT”. In “My Alabama Taxes - MAT” taxpayers can register to view their account online. Taxpayers can also file and pay certain business taxes, print copies of their tax returns and letters. Taxpayers can access “My Alabama Taxes - MAT” by clicking on the link for “My Alabama Taxes - MAT” on the home page of the department’s website or by going to https://myalabamataxes.alabama.gov.

Income Tax Refund Inquiry
Taxpayers may also check the status of their refund from their iPhone or Android device by downloading the free "My AL Refund" app from iTunes or Google Play.

Taxpayers’ Bill of Rights and Uniform Revenue Procedures Act and Taxpayer Advocate
Section 40-2A-1 et. seq., Code of Alabama 1975, guarantees taxpayers certain rights to uniform application and due process of Alabama’s tax laws. It integrates, in a logical sequence, all the procedures and provisions into one chapter and provides an advocate to resolve certain taxpayer matters.
Historical Outline for the Alabama Department of Revenue

The current revenue system of the State of Alabama has evolved through a series of legislative enactments dating back to the early 1900s.

One of the earliest revenue organizations was the State Board of Assessment. Composed of the governor, secretary of state, state auditor, and state treasurer, the board was responsible for assessing tangible property of public utilities and public service corporations.

A legislative act of 1898-99 provided for the office of state tax commissioner, whose duties were to "aid revenue officers in the state in the collection of escaped, delinquent, back taxes and licenses, in discovering and prosecuting by civil and criminal penalties and costs all evasions or violations of the revenue laws of this state, and in the perfecting of all tax titles made under laws of this state."

A major organizational change took place in 1915 with the dissolution of the State Board of Assessment and the creation of a State Board of Equalization. This board, which assumed the duties of the State Tax Commission (created in 1907 to directly assess the intangible property of public utilities), was required to assess all tangible and intangible property of public utilities and public service corporations.

The State Board of Equalization lasted until 1919, when the State Tax Commission was re-created. It was at that time that the first attempt was made to undertake the task of direct tax collection. Although an income tax law was passed, the Supreme Court declared the tax unconstitutional.

Also significant in 1919 was the passage of the General Revenue Act, which authorized the State Tax Commission to issue tags to motor vehicle dealers, issue replacement tags, and collect charges for those services. The office of tax adjuster was created as part of this act, but was abolished several years later.

A second Revenue Act, passed in 1923, gave the State Tax Commission the power to directly assess the shares of domestic corporations. During this year, the first of a series of taxes on gasoline was levied.

The next few years brought additional duties to the State Tax Commission with the levying and direct collection of various taxes, among them taxes on tobacco, lubricating oil, gross receipts of rail line transportation companies, sleeping car companies, express companies, hydroelectric energy, and gross receipts of motor buses and automobiles for hire. A license tax for registering foreign securities, in lieu of an ad valorem tax, was provided by the legislature. The first income tax was enacted in 1933.

The passage of a third Revenue Act in 1935 centralized the authority of the State Tax Commission in the areas of assessment and collection. Numerous licenses and taxes which had previously been collected by other state offices were finally placed under the control of the State Tax Commission.

Also resulting from this act was the designation of a member of the State Tax Commission as the state land commissioner. Appointed by the governor, the commissioner administered laws dealing with lands acquired by the state for the non-payment of taxes.

Influential revenue measures were enacted into law beginning with the Special Session in 1936. The first of these was the levy of a one and one-half percent gross receipts tax, which was later repealed and replaced with a two percent sales tax. Since the act approving the sales tax provided for the exemption of many essential commodities, it was referred to as a luxury tax act.
The former State Tax Commission was abolished in 1939 with the creation of the present State Department of Revenue. Several acts resulted in a single executive officer being made Ex-Officio State Land Commissioner, and a Legal Counsel being provided to the department for assistance in tax litigation. Thus, the entire revenue department of the state was joined together under the new commissioner of revenue.
Duties and Responsibilities of the Department – Generally

Included among the duties of the Alabama Department of Revenue are the following:

To inspect and examine at all reasonable business hours any books, documents, records, or papers kept by any person, firm, corporation, trustee, or receiver;

To make all assessments of taxes or penalties which it is authorized to enforce or collect and report the same to the Attorney General;

To have and exercise general and complete supervision and control of the valuation, equalization, and assessment of property, privilege, or franchise and of the collection of all property, privilege, license, excise, intangible, franchise, or other taxes for the state;

To require individuals, partnerships, associations, corporations, trustees, and receivers, and the agents, officers, and employees thereof, to furnish information concerning their capital, funded or otherwise, gross receipts, net profits or income, excess profits, current assets and liabilities, values of franchises, intangibles, value of property, earnings, operating and other expenses, bonds, deeds, conduct of business, and all other facts, records, books, papers, documents, and other information of any kind demanded which may be needful in order to enable the department to ascertain the value and relative burden to be borne by every kind of property in this state and to ascertain the proper amount of license, privilege, excise, corporation, franchise, income, or ad valorem taxes;

To cause the deposition of witnesses residing within or without the state to be taken upon such notice to the interested party, if any, as the department may prescribe, in like manner as depositions of witnesses are taken in actions pending in circuit court, in any matter which the department has authority to investigate and determine. The depositions shall be taken upon a commission issued by the Department of Revenue, or the secretary thereof, in the name of the department, and returnable to the department;

To investigate the tax system of other states; to thoroughly inform itself upon the subject of taxation and of the progress made in other states and counties in improving their tax system, to formulate and recommend such legislation as may be deemed expedient to prevent evasion of existing tax laws and to secure just and equal taxation and improvements in the system of taxation in this state; and

To consult and confer with the Governor upon the subject of taxation and the administration of the laws and progress of the work of the department, and to furnish to the Governor from time to time such information as he may require.

To issue executions and writs of garnishment.
Office of the Commissioner of Revenue

Commissioner
The Commissioner of Revenue serves as the chief executive officer of the Alabama Department of Revenue. The commissioner is appointed by and serves at the pleasure of the governor.

As state revenue commissioner, the commissioner is responsible for the operation and management of the Alabama Department of Revenue. In addition to the administration, collection and enforcement of over 50 state taxes and fees, with annual collections exceeding $9 billion, the commissioner is also, by law, the Ex-Officio Land Commissioner. As Ex-Officio Land Commissioner, the commissioner must oversee the sales of all property acquired and sold by the state for delinquent property taxes. By law, the Commissioner of Revenue also serves on the State Records Commission, the Alabama Education Authority, the Alabama Public School Corporation, the Enterprise Zone Advisory Council, the State Industrial Development Authority, and the Alabama Commerce Commission.

The appointment, term of office, and qualifications of State Revenue Commissioner are detailed in §40-2-41, Code of Alabama, 1975.

Assistant/Deputy Commissioners
The Assistant/Deputy Commissioners of Revenue are appointed positions and hold offices according to the provisions of the state Merit System as provided by Chapter 26 of Title 36, Code of Alabama, 1975.

Code of Alabama §40-2-44 establishes the office of Assistant Commissioner of Revenue and provides that in the absence of the commissioner, the assistant commissioner will assume the duties of the office of the Commissioner of Revenue.

The Assistant/Deputy Commissioners' provide for management continuity and stability for the department irrespective of changes in state administration. Duties include, but are not limited to: the development and communication of major tax policies; the creation and implementation of actions that increase the efficiency and effectiveness of the Revenue Department; liaison functions with the Governor and his staff; interactions with various legislators, business groups, and professional associations.

Secretary
Duties of the secretary include keeping full and correct minutes and records of all hearings, transactions, proceedings, and findings of the department and other duties as may be required by law or by the department.

Legal Counsel
The Commissioner of Revenue, with the approval of the Attorney General, appoints an attorney as legal counsel for the department who holds office at the pleasure of the Governor. The counsel shall be commissioned as an Assistant Attorney General and, in addition to the powers and duties conferred, have the authority and duties of an Assistant Attorney General; except, that his entire time shall be devoted to the Department of Revenue. He takes the oath required of other assistant attorneys general.

Taxpayer Advocate
The person designated by the Commissioner to assist the taxpayers of the State of Alabama with regard to tax issues resulting from any taxes administered or collected by the department.
Directory

Alabama Department of Revenue
Gordon Persons Building
50 N. Ripley Street
Montgomery, Alabama 36132

Commissioner
Julie P. Magee
Rm. 4112
Gordon Persons Bldg.
334-242-1175

Office of the Commissioner of Revenue

Deputy Commissioner
Joe Garrett
Rm. 4112, GPB, 334-242-1175

Deputy Commissioner
Curtis Stewart
Rm. 4112, GPB, 334-242-1175

Deputy Commissioner
Brenda R. Coone
Rm. 4112, GPB, 334-242-1175

Deputy Commissioner
Mike Gamble
Rm. 4112, GPB, 334-242-1175

Legal Division
Mark Griffin, Chief Counsel
Rm. 3114, GPB
334-242-9690

Tax Policy and Research
Rm. 4131, GPB
334-242-1380

Taxpayer Advocate
Brenda Russ, Director
Rm. 1226, GPB
334-242-1055
Divisions

Business & License Tax Division - Janet W. Stathopoulos, Director
Randy Winkler, Assistant Director
Rm. 1210, GPB, 334-242-9600

Collection Services Division – Valynn Helms, Director
Rm. 3143, GPB, 334-242-1220
Final Assessment Collection, Executions, Garnishments, Seizures, 100% Penalty Assessments

Economic Development
Kelly Graham
Rm. 4112, GPB, 334-242-1175

Human Resources Division - Linda Ellis, Director
Rm. 4102, GPB, 334-242-1670

Individual and Corporate Tax Division – Kathleen Abrams, Director
Rm. 4212, GPB, 334-242-1103
Craig Davis, Assistant Director, Individual Income Tax Section, Rm. 4212, GPB
Barry Estes, Assistant Director, Business Tax Section, Rm. 4340, GPB

Information Technology Division – Debbie Hornsby, Director
Gary Graham, Assistant Director, Rm. 1115, 334-353-7634
Rm. 1115, GPB, 334-242-8500

Investigations Division – Glen Powers, Director
955 Downtowner Blvd., Mobile, AL, 251-344-4737?

Motor Vehicle Division – Jay Starling, Director
Montgomery Taxpayer Service Center
2545 Taylor Road, 334-242-9008
Processing Division - Anne Glenn, Director
Don Graham, Assistant Director
Rm. 1101, GPB, 334-242-2017

Property Tax Division – Derrick Coleman, Director
Hartley McLaney, Assistant Director, Rm. 4126, 334-242-1525
Rm. 4103, GPB, 334-242-1525
Property Tax, Real Property Valuation, Personal Property Valuation, Motor Vehicle Valuation, Public Utility Assessments, Freight Line Equipment Tax, Land Sales

Sales and Use Tax Division – Rouen Reynolds, Director
Ron Rein, Assistant Director, Rm. 4303, 334-242-1490
Rm. 4303, GPB, 334-242-1490
Sales and Use Taxes, Rental/Leasing Tax, Transient Occupancy Tax, Casual Sales Tax, City and County Sales, Use, Rental/Leasing, and Transient Occupancy Taxes, Utility Taxes, Mobile Communications Tax, TVA Tax, Contractors Gross Receipts Tax, Hospital Assessment for Medicaid, Nursing Facilities Tax, Pharmaceutical Providers Tax, Dry Cleaning Environmental Response Trust Fund Fee, Prepaid Wireless
9-1-1 Charge, Simplified Sellers Use Tax Remittance Program

Business Registration – Pamela Hill
Montgomery Taxpayer Service Center
2545 Taylor Road, 334-242-1584
**Taxpayer Service Centers**

**PHYSICAL ADDRESSES - DO NOT USE THESE ADDRESSES FOR MAILING!**

(Mailing Addresses are shown on the Next Page)

<table>
<thead>
<tr>
<th>Service Center</th>
<th>Address</th>
<th>Phone Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>AUBURN/OPELIKIA Service Center</td>
<td>3300 Skyway Drive, Auburn, AL 36830</td>
<td>(334) 887-9549</td>
</tr>
<tr>
<td>JEFFERSON/SHELBY Service Center</td>
<td>2020 Valleydale Road, Suite 208, Hoover, AL 35244</td>
<td>(205) 733-2740</td>
</tr>
<tr>
<td>DOTHAN Service Center</td>
<td>121 Adris Place, Dothan, AL 36303</td>
<td>(334) 793-5803</td>
</tr>
<tr>
<td>GADSDEN Service Center</td>
<td>235 College Street, Gadsden, AL 35901</td>
<td>(256) 547-0554</td>
</tr>
<tr>
<td>HUNTSVILLE Service Center</td>
<td>4920 Corporate Dr., Suite H, Huntsville, AL 35805</td>
<td>(256) 837-2319</td>
</tr>
<tr>
<td>MOBILE Service Center</td>
<td>955 Downtowner Blvd, Mobile, AL 36609</td>
<td>(251) 344-4737</td>
</tr>
<tr>
<td>MONTGOMERY Service Center</td>
<td>2545 Taylor Road, Montgomery, AL 36117</td>
<td>(334) 242-2677</td>
</tr>
<tr>
<td>MUSCLE SHOALS Service Center</td>
<td>874 Reservation Road, Muscle Shoals, AL 35661</td>
<td>(256) 383-4631</td>
</tr>
<tr>
<td>TUSCALOOSA Service Center</td>
<td>518 19th Avenue, Tuscaloosa, AL 35401</td>
<td>(205) 759-2571</td>
</tr>
<tr>
<td>Service Center</td>
<td>Address</td>
<td>City, State Zip Code</td>
</tr>
<tr>
<td>--------------------------------</td>
<td>----------------------------------------------</td>
<td>----------------------</td>
</tr>
<tr>
<td>AUBURN/OPELIKA Service Center</td>
<td>3320 Skyway Dr., Ste. 808</td>
<td>Opelika, AL 36801</td>
</tr>
<tr>
<td>JEFFERSON/SHELBY Service Center</td>
<td>PO Box 1927</td>
<td>Pelham, AL 35124-1927</td>
</tr>
<tr>
<td>DOTHAN Service Center</td>
<td>PO Box 5739</td>
<td>Dothan, AL 36302-5739</td>
</tr>
<tr>
<td>GADSDEN Service Center</td>
<td>PO Drawer 1190</td>
<td>Gadsden, AL 35902-1190</td>
</tr>
<tr>
<td>HUNTSVILLE Service Center</td>
<td>PO Box 11487</td>
<td>Huntsville, AL 35814-1487</td>
</tr>
<tr>
<td>MOBILE Service Center</td>
<td>PO Drawer 160406</td>
<td>Mobile, AL 36616-1406</td>
</tr>
<tr>
<td>MONTGOMERY Service Center</td>
<td>PO Box 327490</td>
<td>Montgomery, AL 36132-7490</td>
</tr>
<tr>
<td>MUSCLE SHOALS Service Center</td>
<td>PO Box 3148</td>
<td>Muscle Shoals, AL 35662-3148</td>
</tr>
<tr>
<td>TUSCALOOSA Service Center</td>
<td>PO Box 2467</td>
<td>Tuscaloosa, AL 35403-2467</td>
</tr>
</tbody>
</table>
Part Two – Tax Information

Agents Occupational License Tax

Authority
Amendment 154 of the Constitution of Alabama.

Basis
A foreign corporation whose only business in Alabama is to take and hold mortgages on real property within the state is permitted to do so without qualifying as a foreign corporation.

Rate
Broker, custodian, or agent, pay $100 for the first year for each foreign corporation represented and $5 annually thereafter.

Payment
File Form FT 6-2 with the Alabama Department of Revenue, Individual and Corporate Tax Division, prior to engaging in loan activity.

Distribution
General Fund

Alabama Accountability Act

Authority

Basis
Income tax credits for parents of students enrolled in or assigned to attend a failing public K-12 school who transfer to a non-failing public school or nonpublic school in Alabama will be issued using sales tax revenues deposited in the Education Trust Fund by annual transfer into the Failing Schools Income Tax Credit Account.

Rate
Income tax credit for parents of students enrolled in or assigned to attend a failing public K-12 school in Alabama is limited to the lesser of (1) actual costs incurred to transfer a student to a non-failing public school or nonpublic school, or (2) 80% of the annual state cost of attendance for a public K-12 student during the applicable tax year. The student must transfer to a non-failing public school or nonpublic school in order for the parents to be eligible to claim an income tax credit.

Credit for individuals/married couples filing jointly and corporate taxpayers making contributions to Scholarship Granting Organizations (SGOs) that provide education scholarships to qualifying schools is equal to the total contribution to the scholarship organization up to 50% of the tax liability but limited to $50,000 per individual taxpayer/couple. Tax credit claimed by a corporate taxpayer is equal to 100% of total contributions to SGOs will not exceed $30 million per year. The tax credits for both individuals/married couples filing jointly and corporate taxpayers can be carried forward for three years.

Payment
For tax years beginning on or after January 1, 2013, any Alabama income tax credit due a parent of a student enrolled in/assigned to attend a failing school will be issued upon his/her making an application as prescribed by the Department of Revenue. An application for the tax credit will be filed with the department within the time prescribed for filing petitions for refund.

501(c)(3) organizations wishing to become SGOs must apply to the Department of Revenue using a form available on the department's website. The department will make available an electronic system for donors to enter donations to SGOs made during the year. In order to receive a portion of the available $25 million in
scholarship tax credits for a given year, donors must enter the actual scholarship donations and identifying information of the SGO to which the donation was made. Credits will be assigned to donors on a first-come, first-served basis. The allocation of a portion of the available tax credit amount to the donor is conditional, pending verification of the donation by the SGO within 30 days of receipt of the donation.

**Distribution**
The Revenue Commissioner will annually certify to the Comptroller the amount of income tax credits due to parents, and the Comptroller will transfer into the Failing Schools Income Tax Credit Account only the amount of sales tax revenues sufficient for the Revenue Department to use to cover the income tax credits for the applicable tax year. The Revenue Commissioner will annually distribute the funds in the account to the parents.

**Alabama Uniform Natural Minerals Tax**

**Authority**

**Basis**
Severing natural minerals in any county of the state for sale and use as tangible personal property. The levy’s primary purpose is to compensate counties for use of roads and infrastructure.

**Rate**
$.10 per ton.

**Exemption**
Lime and limestone used for agricultural purposes and pollution control/abatement; minerals used for certain manufacturing or processing purposes; and marble, iron ore, quartzite, coal, oil and natural gas; minerals that are sold to a purchaser for use outside the state provided such minerals are not transported on public roads in Alabama; severed materials by an operator or producer and moved from one place to another on the same site, or transported to another site owned by the same operator; severed materials used for fill; and chert. Beginning October 1, 2012, a producer who severs materials and sells it to the first purchaser without the materials being transported on a public road shall be exempt from tax, provided that the materials will later be processed into a finished aggregate or limestone product for resale. In this instance, the tax shall be levied on the finished aggregate or limestone product made from the exempt material and shall be remitted by the first purchaser. Additional exemptions effective October 1, 2012: Severed material that is wasted by any manufacturing process provided the material is not transported on a public road in this state and is not sold to another entity; and direct purchases by the federal government and State of Alabama, along with their agencies and political subdivisions, including municipalities, counties, and city and county school boards.

The tax is not operative in Coosa County. (See Local Solid Mineral Taxes.) Geneva, Lamar, Lee, Marshall, and Wilcox counties elected to opt out, and may establish their own levies.

**Payment**
Tax collected at sale or delivery by producer from the purchaser; or, effective October 1, 2012, upon receipt and processing by the purchaser, and remitted to the Alabama Department of Revenue, Business & License Tax Division, Severance & License Section, not later than the 20th day of the month following the month of transaction.

**Distribution**
To counties severed.
**Alcoholic Beverage Control Revenues**

**Authority**
Sections 28-3-43; 28-3-183 through 28-3-205; and 28-7-16, Code of Alabama 1975.

**Basis**
Sale of alcoholic beverages, also the license and filing fees required of distillers, manufacturers, wholesalers, and retailers.

**Rate**
- Beer 5 cents per 12 fluid ounces or fraction thereof.
- Local beer taxes 1.625 cents per 4 fluid ounces or fraction thereof.
- Liquors & Fortified Wines 56% of cost marked up price.
- Table wine containing not more than sixteen and one-half percent (16.5%) alcohol by volume 45 cents / liter (State – 38 cents; Local – 7 cents).
- Table wine containing more than sixteen and one-half percent (16.5%) alcohol by volume $2.42 / liter.

**Note:** Annual license and rates based on activity and, in some application fee cases, population base.

**Payment**
Paid to Alcoholic Beverage Control Board.
Beer excise taxes are paid by wholesaler based on receipts.
Taxes on liquor and wine sold through state-operated stores are paid by consumer at time of purchase.
Taxes on table wines sold in retail establishments are paid by wholesaler and added to the retail price.
License and application fees paid annually by October 1.
Obtain forms from ABC Board.

**Automotive Dismantlers and Parts Recyclers**

**Authority**
Sections 40-12-410 through 40-12-425, Code of Alabama 1975.

**Basis**
Engaging in the business of purchasing and dismantling wrecked, abandoned, or repairable motor vehicles; selling motor vehicles as a unit at wholesale; selling usable parts; or selling the hulk of the motor vehicle after salvageable parts have been removed.
A person is presumed to be engaged in the dismantling and/or parts recycling business if he possesses ten or more inoperable vehicles for more than 30 days.

**Rate**
License $225 annually.

**Payment**
File application, provide applicable bond, and remit fee to the Alabama Department of Revenue, Business & License Tax Division, Severance, and License Section, by October 31. If renewing the license, payment is delinquent on November 1.

**Distribution**
General Fund
**Aviation Fuel Tax**

**Authority**

**Basis**
Fuel used to propel powered aircraft. Tax is imposed upon the withdrawal from the terminal, upon import, or when the product is blended.

**Rate**
Aviation gasoline $.095 per gallon  
Jet fuel $.035 per gallon

**Exemptions/Refunds:**
Section 40-17-329 exempts the following:

(1) Having first paid the tax owed under Section 40-17-325, an exporter shall have the right to apply to the department on a monthly basis for a refund of the taxes paid to this state on the gallons of motor fuel that are ultimately exported by the exporter. The department will require the exporter to provide proof of payment of the applicable destination state excise taxes before issuing a refund.

(2) Having first paid the taxed owed under Section 40-17-325, a licensed aviation fuel purchaser shall have the right to apply to the department on a monthly basis for a refund of the taxes paid to this state on the gallons of jet fuel sold to a certificated or licensed air carrier that purchases jet fuel within this state and uses the jet fuel to propel aircraft powered by jet or turbine engines operated in scheduled all-cargo operations being conducted on international flights or in international commerce.

(3) Having first paid the tax to its vendor, the entities listed below shall have the right to apply to the department for a refund on a quarterly basis for any purchases of motor fuel. (Note: These entities that have a Motor Fuel Exemption License may purchase tax-free from a licensed distributor.)  
The United States government or any agency thereof.  
Any county governing body of this state.  
Any incorporated municipal governing body of this state.  
The Alabama Institute for Deaf and Blind, the Department of Youth Services school district, and private and church school systems as defined in Section 16-28-1, and which offer essentially the same curriculum as offered in grades K-12 in the public schools of this state.

(4) Having first paid the tax, a licensed air carrier with a hub operation within this state shall have the right to apply to the department for a refund on a quarterly basis for any purchases of jet fuel used to propel aircraft.

**Payment**
Paid by 22nd of month following month of transaction to the Alabama Department of Revenue, Business & License Tax Division, Motor Fuels Section. Tax is due on imports acquired at an out-of-state terminal from a supplier who has not pre-collected the tax, on or before the 3rd business day following import using 3-Day Voucher.

**Distribution**
Department of Transportation
**Business Privilege License**

**Authority**
Sections 40-12-1 through 40-12-180, Code of Alabama 1975.

**Basis**
Engaging in certain businesses, professions, or occupations within Alabama as specified in the Code of Alabama 1975.

**Rate**
Rates vary, generally based on the population of the municipality in which the business is located. In some cases the license fee depends on the amount of capital invested; in others, the gross amount of orders or contracts accepted; or other conditions stipulated by the Code of Alabama 1975.

**Payment**
No tax returns are filed.
Unless otherwise specified, privilege license fees are due and payable by October 1 and delinquent on November 1.
Licenses are issued by the county-issuing authority in the county in which the business, profession, or occupation is conducted.

**Other**
Businesses, vocations, and occupations may also be subject to various additional county and municipal licensing requirements which vary by location. Municipal licenses are issued and administered by the municipalities.

**Distribution**
50% – General Fund, unless otherwise stated
50% – County general fund where collected

---

**Business Privilege Tax**

**Authority**

**Basis**
The tax is calculated on net worth plus additions, minus exclusions, times the apportionment factor, less the deductions, which equals taxable net worth.

**Rate**
The rate is based on the ability to pay and is determined by the entity’s federal taxable income in Alabama. The rate ranges from $.25 to $1.75 for each $1,000 of net worth in Alabama.

If taxable income of the taxpayer is:

<table>
<thead>
<tr>
<th>At least</th>
<th>but less than</th>
<th>The tax rate shall be</th>
</tr>
</thead>
<tbody>
<tr>
<td>$1</td>
<td>$200,000</td>
<td>$0.25 per $1,000</td>
</tr>
<tr>
<td>$200,000</td>
<td>$500,000</td>
<td>$1.00 per $1,000</td>
</tr>
<tr>
<td>$500,000</td>
<td>$2,500,000</td>
<td>$1.25 per $1,000</td>
</tr>
<tr>
<td>$2,500,000</td>
<td>$10,000,000</td>
<td>$1.50 per $1,000</td>
</tr>
</tbody>
</table>

**Payment**
The Business Privilege Tax accrues as of January 1 of every taxable year; or in the case of a taxpayer organized, incorporated, qualified, or registered during the year, or doing business in Alabama for the first time, as of the date the taxpayer qualifies to do business, or begins to do business, in Alabama.
Minimum privilege tax is $100; plus the $10 Secretary of State annual report fee for corporations.
Maximum privilege tax is $15,000 for all years after 2000, unless otherwise stated. The maximum privilege tax for financial institutions and insurance companies is $3,000,000 for each tax year. The maximum privilege tax for an Electing Family Limited Liability Entity is $500. The Business Privilege Tax is filed on Form PPT for pass through entities and on Form CPT for all other entity types. Payment is to be made to the Alabama Department of Revenue, Individual and Corporate Tax Division. Payment and return are due by March 15 for calendar year corporations and April 15 for calendar year limited liability entities. In the case of a fiscal year filer, payment and return are due by the 15th day of the third month from the beginning of the fiscal year for corporations and the 15th day of the fourth month from the beginning of the fiscal year for limited liability entities. Payment and return for disregarded entities are due not later than the time its owner is required to file. The initial return, Form BPT-IN, and tax are due two and one-half months after organization, incorporation, registration, qualification or beginning to do business, whichever occurs first.

**Distribution**

A portion of the privilege tax will be distributed to each county and the remainder will be distributed to the General Fund.

**Charter (Filing) Fee**

**Authority**

**Basis**
Persons incorporating or registering in this state for the purpose of conducting business.

**Rate**
$150 for domestic entity; $100 for State of Alabama; $50 for judge of probate
$150 for foreign entity: $150 for State of Alabama

**Payment**
Paid one time to the Judge of Probate of the county in which business is incorporated or to the Secretary of State. Separate checks should be prepared when appropriate: one payable to the State of Alabama covering all charges for the Secretary of State; one payable to the Judge of Probate for all charges for the Judge of Probate.

**Distribution**

**Domestic Entities:**
$100 – Secretary of State Entity Fund 30%; General Fund 70%
$50 – Judge of Probate of the county in which the business is incorporated.

**Foreign Entities:**
$150 – Secretary of State Entity Fund 30%; General Fund 70%

**Coal Severance Tax**

**Authority**

**Basis**
Severing coal within state.

**Rate**
$.135 per ton; levied under Sec. 40-13-2.
$.20 per ton; levied under Sec. 40-13-31.
$.335 total per ton severed.
Payment
File with the Alabama Department of Revenue, Business & License Tax Division, Severance and License Section, within 20 days after the end of each calendar month for the previous month’s operations.

Distribution
The $.135 per ton levy is first obligated to the State Docks Bulk Handling Facility Trust Fund, for the servicing of bonds issued for dock construction.
For the 2013-2014 fiscal year and for all fiscal years thereafter, monies remaining after payment of servicing the State Dock’s bonds, or any anticipated deficiencies in operating the docks shall be distributed as follows:

$300,000  Alabama Mining Academy

60% transferred by Department of Revenue to the general fund of the county of severance based on the ratio of the $.0135 per ton coal severance tax collections from within the county to the total coal severance tax collections, except those sent to the Walker County Economic and Industrial Development Authority.
Provided, however, the distribution to the Jefferson County General Fund shall be $500,000.

In addition:
$100,000  Community Development Foundation, Inc.
$50,000  Marion County Community Development Association, Inc.
$50,000  West Alabama Development Association of Fayette County
$100,000  West Alabama Economic Development Association
$100,000  Winston County General Fund

Remainder  General Fund

The $.20 per ton levy is distributed to the counties and municipalities where the coal is severed.

Contractors Gross Receipts Tax

Authority

Basis
Engaging in the business of contracting to construct, reconstruct or build any public highway, road, bridge, or street within the state.

Rate
5% of gross receipts.

Payment
File and remit tax by the 20th of each month with the Alabama Department of Revenue, Sales and Use Tax Division, for the previous month’s receipts.

Distribution
85% – Special Mental Health Fund
15% – Pensions and Security Trust Fund

Corporate Income Tax

Authority

Basis
Corporations – Net taxable income from business within the state.
For tax years beginning on or after January 1, 2011, Alabama income is determined by a four-factor apportionment formula (property, payroll, and twice the sales factor).

**Constitutional Provisions**
Amendment No. 212 to the Constitution of Alabama of 1901 (proclaimed ratified December 18, 1963) increased allowable maximum corporate income tax rate to 5%, with deduction allowed for all federal income taxes paid. Taxes due by foreign corporations are to be based on income derived from sources within Alabama. (Further amended by Amendment No. 662.) Amendment No. 662 to the Constitution of Alabama of 1901 (proclaimed ratified June 19, 2000) increased the corporate income tax rate to 6.5% beginning in calendar year 2001.

**Rate**
6.5% of annual net income with a deduction allowed for federal income tax paid or accrued.

**Payment**
Return and tax are due by March 15, or the 15th day of the third month after the end of fiscal year. Corporations with an anticipated tax liability of $500 or more shall file and pay estimates on a quarterly basis by April 15, or by the 15th day of the fourth month of the fiscal year. The second, third, and fourth installments are due and payable on the 15th day of the sixth, ninth, and twelfth months of the fiscal year. Quarterly estimates and payments shall equal at least 100% of the estimated tax. Corporations file Form 20C with the Alabama Department of Revenue, Individual and Corporate Tax Division. S corporation: Any corporation (except financial institutions) filing as a federal S corporation must file as an Alabama S corporation. Use Form 20S. Return and any tax due should be remitted on or before the 15th day of third month following close of accounting period. Any S corporation with nonresident shareholders who have not executed a Nonresident Agreement must pay the nonresident shareholders’ tax. Use Form PTE-C. Form and any tax due should be remitted on or before the 15th day of the third month following close of S corporation accounting period. File with the Alabama Department of Revenue, Individual and Corporate Tax Division.

**Distribution**
Education Trust Fund

**Deeds and Assignments**

**Authority**
Sections 40-10-1 through 40-10-143, Code of Alabama 1975. (Sale of real property because of property tax delinquency.)

**Basis**
Voluntary payment by interested parties upon their purchase of the state’s (which included the delinquent tax of all jurisdictions, plus all fees, interest, etc.) interest in real property which was acquired pursuant to judicial sale for non-payment of property tax. Rate Sale amount is the accumulated delinquent tax (on the same basis as general property taxes), fees, and costs incurred in the sale to the state and interest on the taxes, fees, and costs at 12% per year from the date of delinquency.

**Payment**
Applications to purchase the state’s interest in tax-delinquent property are accepted by the State Land Agent in the Property Tax Division. The applicant is then quoted the amount necessary to acquire the state’s interest. Upon remittance of the appropriate amount, the purchaser will either be assigned the Certificate of Sale held by the state or be given a tax deed to the property, depending on whether the administrative redemption period has expired.
Distribution
All property taxing jurisdictions receive their proportional share of the taxes and interest on the taxes. Fees, and interest on the fees, are received by the official who levied the fee. Costs, and interest on the costs, are deposited in the General Fund.

**Dry Cleaning Environmental Response Trust Fund Fee**

**Authority**
Section 22-30D-1 through 22-30D-12, Code of Alabama 1975.

**Basis**
Voluntary payment by dry cleaning owners or operators, wholesale distributors selling dry cleaning agents, owners of abandoned dry cleaning facilities, and impacted third parties to a trust fund benefiting a dry cleaning industry self-insurance program to cover the costs of investigating, assessing and remediating dry cleaning contamination.

**Rate**
Dry cleaning owners or operators who establish a new dry cleaning facility shall pay a one-time registration fee equal to $5,000 for the first year of operation, and for the second year of operation, shall pay an annual registration fee equal to the greater of $5,000 or 2% of the gross receipts earned the prior year. For each year thereafter, the new owner or operator shall pay an annual registration fee equal to 2% of the gross receipts earned in the state during the prior calendar year, not to exceed a total of $25,000 per year.
Dry cleaning owners or operators, who acquire an existing dry cleaning facility, shall pay an annual registration fee equal to 2% of the gross receipts earned in the state by the prior owner or operator during the prior calendar year, not to exceed a total of $25,000 per year.
Wholesale distributors, annual registration fee of $5,000.
Abandoned dry cleaning facility owners and impacted third parties, registration fee equal to $5,000 per year per site.

**Payment**
Dry cleaning owners or operators -- file return on or before April 19, annually, to the Alabama Department of Revenue, Sales and Use Tax Division. Payments due in one-fourth increments on April 1, July 1, October 1, and January 1, becoming delinquent on the 20th day of each said month.
Wholesale distributors -- return and annual fee due April 1, becoming delinquent on the 20th day of April.
Abandoned dry cleaning facility owners and impacted third parties April 1, becoming delinquent on the 20th day of April.

**Distribution**
Alabama Dry Cleaning Environmental Response Trust Fund.

**Estate Tax**
Estate Tax in Alabama is linked, constitutionally, to the Federal Estate Tax. The federal Economic Growth and Tax Relief Reconciliation Act of 2001 mandated the phase out of the “Credit for State Death Taxes” on federal Estate Tax Return (Form 706). This is the amount that Alabama collected as Estate Tax. Because of this mandated phase out, decedents who die after 12/31/2004 have no Estate Tax liability to the State of Alabama and are not required to file an Estate Tax Return with the State of Alabama.
**Fiduciary Income Tax**

**Authority**

**Basis**
Taxable net income earned from all sources by resident estates or trusts. Income with business situs in Alabama or from real property located in Alabama by non-resident trusts and estates.

**Rate**
When adjusted gross income is $1,500 or more; 2% on the first $500 of taxable income, 4% on the next $2,500, and 5% on all over $3,000.

**Payment**
Returns filed with Alabama Department of Revenue, Individual and Corporate Tax Division, by April 15, except when filed on fiscal year basis which are due 105 days after the close of the fiscal year. Estimated payments are not required by law.

**Exemption**
Exemption credit of $1,500 on net income.

**Distribution**
Education Trust Fund

**Financial Institutions’ Excise Tax**

**Authority**

**Basis**
Excise tax measured by net income of bank, banking association, trust company, credit card company, building, and loan association, industrial or other loan company doing business in Alabama. For tax years beginning after December 31, 1999, multistate corporations shall allocate and apportion income to the state of Alabama.

**Rate**
6.5% of taxable income.

**Payment**
File Form ET-1 with the Alabama Department of Revenue, Individual and Corporate Tax Section, by April 15.

**Distribution**
25% – General Fund
25% – counties of origin
50% – cities of origin

**Forest Products’ Severance Tax**

**Authority**

**Basis**
Severing timber or other forest products for sale, profit, or commercial use.
Rate
Pine lumber $.50/1000' bd. meas.
Pine logs $.75/1000' log scale or $.10/ton
Hardwood lumber $.30/1000' bd. meas.
Hardwood logs $.50/1000' log scale or $.065/ton
Pulpwood, chemical wood, bolts $.25/cord or $.10/ton
Cross ties $.015/piece or $.15/ton
Switch ties $.025/piece or $.17/ton
Mine ties and coal mine props $.125/100 pcs. or $.15/ton
Pine ore props $.75/1000' log scale or $.15/ton
Hardwood ore $.50/1000' log scale, $.3.125/m lineal mine props ft. or $.15/ton
Piling and poles $1.875/1000' bd. measure or $.205/ton
Turpentine (crude gum) $.15/400 lb. bbl.
Stumpwood (tarwood) $.125/ton
Pulpwood chips $.25/190 cubic feet or $.10/ton

There is also a privilege tax of 50% of the severance tax above, against processors of forest products and manufacturers using forest products.

Payment
File with the Alabama Department of Revenue, Business & License Tax Division, Severance and License Section, within 30 days after the expiration of each quarterly period during the calendar year.

Distribution
State Forestry Commission — Special State Forestry Fund.

Freight Line Equipment Companies Tax

Authority

Basis
Reasonable value (allocated on a mileage basis) of private railroad cars operated, rented, or leased in this state for the transportation of freight.

Rate
3-1/2% of 20% of the market value of the number of cars within the state during the preceding fiscal year.

Payment
File Form U31-1 with the Alabama Department of Revenue, Property Tax Division, Utilities Section, by March 1. Tax liability established by the Property Tax Division and payable within 30 days of prescribed date, unless appealed by taxpayer.

Distribution
General Fund

Gasoline and Diesel Fuel Taxes

Authority

Basis
Gasoline and diesel fuel sold at the terminal rack, imported into Alabama, or blended with a motor fuel product.
Rate
Gasoline: $0.18 per gal. Effective October 1, 2016 Sec. 40-17-325 (a) (1)
(Comprised of $0.07, $0.05 and $0.06 levies)
Diesel Fuel: $0.19 per gal. Sec. 40-17-325 (a) (2)
(Comprised of $0.13 and $0.06 levies)

Exemption
Section 40-17-329 exempts the following:

(1) All motor fuel exported from this state for which proof of export is available in the form of a terminal issued destination state shipping document that is (a) exported by a supplier who is licensed in the destination state or (b) is sold by a supplier to a licensed exporter for immediate export to a state for which the applicable destination state motor fuel excise tax has been collected by the supplier who is licensed to remit the tax to the destination state. This exemption shall not apply to any motor fuel which is transported and delivered outside this state in the motor fuel supply tank of a highway vehicle.

(2) All K-1 Kerosene or aviation jet fuel that is produced at a refinery in this state and is either exported from this state directly by the operator of that refinery or is sold for immediate export by the operator to a licensed exporter. In either case proof of export is to be available in the form of a terminal destination state shipping document and in addition all relevant sales documents are to reference the product known as “K-1 Kerosene” or “aviation jet fuel” as applicable.

(3) All sales of dyed diesel fuel.

(4) Gasoline blendstocks or cellulosic biofuel when sold to a. a licensed supplier or b. a person who will not be using the blendstocks or cellulosic biofuel in the manufacture of gasoline or as a motor fuel, as evidenced by the exemption certificate prescribed under regulations promulgated under Section 4081, Title 26 of the United States Code.

(5) All motor fuel sold by a licensed supplier or licensed permissive supplier to an exempt agency electing to be licensed under Section 40-17-332.

(6) Motor fuel that is delivered by a licensed supplier from one terminal to another terminal when ownership in the motor fuel has not changed, or by a licensed supplier from a terminal to a refinery operated by the licensed supplier.

(7) Having first paid the tax owed under Section 40-17-325, Code of Alabama 1975, a licensed aviation fuel purchaser shall have the right to apply to the department on a monthly basis for a refund of the taxes paid to the state of Alabama on the gallons of jet fuel sold to a certificated or licensed air carrier that purchases jet fuel within Alabama and uses the jet fuel to propel aircraft powered by jet or turbine engines operated in scheduled all-cargo operations being conducted on international flights or in international commerce.

(8) Having first paid the tax to its vendor, the entities listed below shall have the right to apply to the department for a refund on a quarterly basis for any purchases of motor fuel. (Note: These entities that have a Motor Fuel Exemption License may purchase tax-free from a licensed distributor or through a credit card issuer.)

The United States government or any agency thereof.
Any county governing body of this state.
Any incorporated municipal governing body of this state.
City and county boards of education of this state.
The Alabama Institute for Deaf and Blind, the Department of Youth Services’ school district, and private and church school systems as defined in Section 16-28-1, and which offer essentially the same curriculum as offered in grades K-12 in the public schools of this state

(9) Having first paid the tax owed under Section 40-17-325, Code of Alabama 1975, an exporter shall have the right to apply to the department on a monthly basis for a refund of the taxes paid to this state on the gallons of motor fuel that are ultimately exported by the exporter. The department will require the exporter to provide proof of payment of the applicable destination state excise taxes before issuing a refund.

Certain counties and cities levy additional gasoline and diesel fuels taxes ranging from $.005 to $.06 per gallon.

Payment
File and remit by the 22nd day of the month following the month of sale or other activity to the Alabama Department of Revenue, Business & License Tax Division, Motor Fuels Section. Tax is due on imports acquired at an out-of-state terminal from a supplier who has not pre-collected the tax, on or before the 3rd business day following import using 3-Day Voucher.

Distribution
Gasoline – 1.23% of the $.12 levy goes to the Conservation Department.
35% of 1% of the $.12 levy is credited to the Water Safety Fund and the Seafood Fund.
70% of 1% of the $.12 levy is credited to the Game and Fish Fund.
18% of 1% of the $.12 levy is credited to the Water Safety Fund and the Seafood Fund.
60% of the $.05 supplemental tax goes to the State Road and Bridge Fund.

Remaining 40% is distributed according to the 45%/55% pattern below.

The balance of the $.12 levy and 2/3 of the $.06 gasoline levy are distributed as follows:

(1) 45% to the State Road & Bridge Fund. The distributions to the Game and Fish Fund (70%) and the distributions to the Water Safety Fund and the Seafood Fund (18%) are deducted from the State Road and Bridge Fund.

(2) 55% to be shared by the counties and their municipalities as follows:
(a) 25% of the net tax proceeds are distributed equally to the 67 counties;
(b) 30% of the net tax proceeds are allocated to the 67 counties based on population.
1. 10% of the counties’ share received shall be allocated to each municipality therein, based on a population ratio.
2. Remaining portion to the county.

1/3 of the $.06 gasoline levy is distributed to the Inspection Fee Fund which is further distributed by the State Treasurer as follows: 5% or no less than $175,000, whichever is greater, to the Agricultural Fund, (a) 13.87% of balance of proceeds distributed equally to the counties, (b) $408,981 distributed to Department of Transportation Public Road and Bridge Fund, (c) 2.76% of balance of proceeds allocated among the incorporated municipalities, (d) 5% of balance of proceeds after distributions to (a) and (c) is distributed to Agricultural Fund, (e) 2 ½% of balance of proceeds after (a), (b), (c), and (d) or no less than $87,500, whichever is greater, is distributed to the Department of Revenue, and (f) balance after (a), (b), (c), (d), and (e) is distributed to the Department of Transportation Public Road and Bridge Fund, as provided in Section 8-17-91, Code of Alabama, 1975.

Motor Fuels – The $.13 and $.06 levies are distributed as follows:
$.13 to Department of Transportation
$.06 as follows:
.93% of net collections is allocated among the incorporated municipalities of the state and distributed as provided in Section 8-17-91(a) (2) c.
4.69% distributed equally among each of the 67 counties of the state monthly.

Balance paid to the State Treasury to be used for highway purposes by the State Department of Transportation.
**Hazardous Waste Fee**

**Authority**
Sections 22-30B-1 through 22-30B-20, Code of Alabama 1975.

**Basis**
Fee on operators of commercial sites for the disposal of hazardous waste or hazardous substance for each ton of waste or substance received for disposal at such sites.

*Rates at the commercial facility located at Emelle, Alabama:*
- $5.50/ton: waste listed under Section 3001 of the RCRA of 1976 as amended and “PCB” waste
- $5.50/ton: all other waste
- $1.00/ton: additional fee on all wastes or substances

In addition to the above fees, Sumter County also levies $2.00 per drum or $5.00 per ton on waste disposed of at the Emelle disposal facility.

**Payment**
State Fee – File and remit to the Alabama Department of Revenue, Business & License Tax Division, Tobacco Tax Section. Payment is due by the 30th of the month following receipt of hazardous waste or substance for disposal.

County Fee – File and/or remit the county fees to the county in which the site is located.

**Distribution**
- **$5.50/t RCRA/PCB Base Fee** - Both $5.50 rates will be used to meet the annual guarantee amount of $4.2M to the county. After the $4.2M is met, any remaining amounts are to be split 50/50 between the General Fund and the County.
- **$5.50/t All Other Waste** - Both $5.50 rates will be used to meet the annual guarantee amount of $4.2M to the county. After the $4.2M is met, any remaining amounts are to be split 50/50 between the General Fund and the County.
- **$1.00/ton** - All to Alabama Hazardous Substance Cleanup Fund.

**Hospital Assessment for Medicaid Tax**

**Authority**

**Basis**
Privately operated hospitals in the state of Alabama that are funded through the Alabama Medicaid program are taxed according to their net patient revenue. The assessment is a cost of doing business as a privately operated hospital in the State of Alabama

**Rate**
5.5% of the net patient revenue in fiscal year 2014.

**Payment**
Assessment amounts are to be paid in equal quarterly installments by the tenth working day of each quarter of the state’s 2017 fiscal year. This program will end after the final payment date of July 2017, unless extended by act of the legislature. Remit fees to the Alabama Department of Revenue, Sales & Use Tax Division through Alabama Interactive.

**Distribution**
Alabama Medicaid Agency
**Hydroelectric KWH Tax**

**Authority**

**Basis**
Privilege tax on the manufacture and sale of hydroelectric power within Alabama.

**Rate**
2/5 mill on each kilowatt hour of hydroelectric power manufactured and sold.

**Payment**
Pay by September 25 on power sold during prior calendar year. File Form FT: 5-4 with the Alabama Department of Revenue, Sales and Use Tax Division.

**Distribution**
58% – Special Mental Health Fund
42% – Education Trust Fund

**Illegal Drug Tax**

**Authority**

**Basis**
Excise tax on illegal possession, distribution, sales, use, and other transactions involving certain drugs or controlled substances.

**Rate**

<table>
<thead>
<tr>
<th>Grams</th>
<th>Marijuana Cost Per Stamp</th>
<th>Controlled Substance by Weight</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>$ 3.50</td>
<td>$ 200</td>
</tr>
<tr>
<td>5</td>
<td>$17.50</td>
<td>$1,000</td>
</tr>
<tr>
<td>10</td>
<td>$35.00</td>
<td>$2,000</td>
</tr>
<tr>
<td>20</td>
<td>$70.00</td>
<td>$4,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Dosage Units</th>
<th>Controlled Substance Not by Weight</th>
</tr>
</thead>
<tbody>
<tr>
<td>50</td>
<td>$ 2,000</td>
</tr>
<tr>
<td>100</td>
<td>$ 4,000</td>
</tr>
<tr>
<td>500</td>
<td>$20,000</td>
</tr>
<tr>
<td>1,000</td>
<td>$40,000</td>
</tr>
</tbody>
</table>

**Payment**
Forms for the purchase of stamps may be obtained from any Alabama Department of Revenue Taxpayer Service Center.
Stamps may be obtained from the Investigations Division located in Montgomery.

**Mail orders:**
R.I.D.S.
2545 Taylor Road
Montgomery, AL 36117

**Distribution**
General Fund


**Income Tax Withholding**

**Authority**
This is a component of Individual Income Tax.

**Basis**
Wages as defined under laws of the United States in effect July 1, 1982, reduced by optional standard deduction provided by Section 40-18-15, Code of Alabama 1975, federal income tax liability, and personal and dependent exemption granted under Section 40-18-19.

**Rate**
Persons claiming single or zero exemption: 2% on first $500 of taxable wages, 4% on next $2,500, and 5% on all over $3,000.
Persons claiming married exemption: 2% on first $1,000 of taxable wages, 4% on next $5,000, and 5% on all over $6,000.

**Payment**
All employers file Form A-1 by the last day of month following close of each quarter.
Employers who withhold $1,000 or more during first or second months of quarter should file Form A-6 by the 15th of the month following the month in which $1,000 or more is withheld with the Alabama Department of Revenue, Individual and Corporate Tax Division.

**Distribution**
See Individual Income Tax.

**Individual Income Tax**

**Authority**

**Basis**
Taxable net income earned from all sources by residents.

**Constitutional Provisions**
Amendment No. 25 to the Constitution of Alabama of 1901 (proclaimed ratified August 2, 1933) authorized the legislature to levy and collect taxes on taxable, individual income at a rate not to exceed 5%.
It further provides for minimum personal exemptions of $1,500 for single taxpayers, $3,000 for joint filers; and, a minimum dependent exemption of $300 for each dependent.
Amendment No. 61 to the Constitution of Alabama of 1901 (proclaimed ratified September 11, 1947) provided for distribution of income tax receipts to (1) replace revenue lost to the funds affected by the state homestead exemption; and (2) the Education Trust Fund to be used only for the payment of public school teachers' salaries.
Amendment No. 225 to the Constitution of Alabama of 1901 (proclaimed ratified December 13, 1965) provided deduction for federal income taxes paid by individual taxpayers.

**Rate**
Single persons with adjusted gross income of $4,000, head of family with adjusted gross income of $7,700, and married persons filing separate returns with adjusted gross income of $5,250 or more; 2% on first $500 of taxable income, 4% on next $2,500, and 5% on all over $3,000.
Married persons filing a joint return with adjusted gross income of $10,500 or more; 2% on first $1,000, 4% on next $5,000, and 5% on all over $6,000.

**Payment**
Taxpayers that reasonably expect to owe $500 or more shall file and pay estimated tax quarterly and must remit one-fourth of the estimated amount due on the 15th of April, June, September, and January.
Returns filed with Alabama Department of Revenue, Individual and Corporate Tax Division, by April 15, except if fiscal year basis, which is due 105 days after close of fiscal year. Individuals who have a balance due after credit is allowed for payments on an estimate and tax withheld must remit payment when returns are filed.

**Deduction**

The standard deduction is based on the filing status and the adjusted gross income.

<table>
<thead>
<tr>
<th>Head of Family</th>
<th>Standard Deduction</th>
<th>Single</th>
<th>Standard Deduction</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alabama AGI</td>
<td></td>
<td>Alabama AGI</td>
<td></td>
</tr>
<tr>
<td>0</td>
<td>20,499</td>
<td>0</td>
<td>20,499</td>
</tr>
<tr>
<td>20,500</td>
<td>20,999</td>
<td>20,500</td>
<td>20,999</td>
</tr>
<tr>
<td>21,000</td>
<td>21,499</td>
<td>21,000</td>
<td>21,499</td>
</tr>
<tr>
<td>21,500</td>
<td>21,999</td>
<td>21,500</td>
<td>21,999</td>
</tr>
<tr>
<td>22,000</td>
<td>22,499</td>
<td>22,000</td>
<td>22,499</td>
</tr>
<tr>
<td>22,500</td>
<td>22,999</td>
<td>22,500</td>
<td>22,999</td>
</tr>
<tr>
<td>23,000</td>
<td>23,499</td>
<td>23,000</td>
<td>23,499</td>
</tr>
<tr>
<td>23,500</td>
<td>23,999</td>
<td>23,500</td>
<td>23,999</td>
</tr>
<tr>
<td>24,000</td>
<td>24,499</td>
<td>24,000</td>
<td>24,499</td>
</tr>
<tr>
<td>24,500</td>
<td>24,999</td>
<td>24,500</td>
<td>24,999</td>
</tr>
<tr>
<td>25,000</td>
<td>25,499</td>
<td>25,000</td>
<td>25,499</td>
</tr>
<tr>
<td>25,500</td>
<td>25,999</td>
<td>25,500</td>
<td>25,999</td>
</tr>
<tr>
<td>26,000</td>
<td>26,499</td>
<td>26,000</td>
<td>26,499</td>
</tr>
<tr>
<td>26,500</td>
<td>26,999</td>
<td>26,500</td>
<td>26,999</td>
</tr>
<tr>
<td>27,000</td>
<td>27,499</td>
<td>27,000</td>
<td>27,499</td>
</tr>
<tr>
<td>27,500</td>
<td>27,999</td>
<td>27,500</td>
<td>27,999</td>
</tr>
<tr>
<td>28,000</td>
<td>28,499</td>
<td>28,000</td>
<td>28,499</td>
</tr>
<tr>
<td>28,500</td>
<td>28,999</td>
<td>28,500</td>
<td>28,999</td>
</tr>
<tr>
<td>29,000</td>
<td>29,499</td>
<td>29,000</td>
<td>29,499</td>
</tr>
<tr>
<td>29,500</td>
<td>29,999</td>
<td>29,500</td>
<td>29,999</td>
</tr>
<tr>
<td>30,000 and over</td>
<td>3,000</td>
<td>30,000</td>
<td>3,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Married Filing Joint</th>
<th>Standard Deduction</th>
<th>Married Filing Separate</th>
<th>Standard Deduction</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alabama AGI</td>
<td></td>
<td>Alabama AGI</td>
<td></td>
</tr>
<tr>
<td>0</td>
<td>20,499</td>
<td>0</td>
<td>10,249</td>
</tr>
<tr>
<td>20,500</td>
<td>20,999</td>
<td>10,250</td>
<td>10,749</td>
</tr>
<tr>
<td>21,000</td>
<td>21,499</td>
<td>10,500</td>
<td>10,749</td>
</tr>
<tr>
<td>21,500</td>
<td>21,999</td>
<td>10,750</td>
<td>10,999</td>
</tr>
<tr>
<td>22,000</td>
<td>22,499</td>
<td>11,000</td>
<td>11,249</td>
</tr>
<tr>
<td>22,500</td>
<td>22,999</td>
<td>11,250</td>
<td>11,499</td>
</tr>
<tr>
<td>23,000</td>
<td>23,499</td>
<td>11,500</td>
<td>11,749</td>
</tr>
<tr>
<td>23,500</td>
<td>23,999</td>
<td>11,750</td>
<td>11,999</td>
</tr>
<tr>
<td>24,000</td>
<td>24,499</td>
<td>12,000</td>
<td>12,249</td>
</tr>
<tr>
<td>24,500</td>
<td>24,999</td>
<td>12,250</td>
<td>12,499</td>
</tr>
<tr>
<td>25,000</td>
<td>25,499</td>
<td>12,500</td>
<td>12,749</td>
</tr>
<tr>
<td>25,500</td>
<td>25,999</td>
<td>12,750</td>
<td>12,999</td>
</tr>
<tr>
<td>26,000</td>
<td>26,499</td>
<td>13,000</td>
<td>13,249</td>
</tr>
<tr>
<td>26,500</td>
<td>26,999</td>
<td>13,250</td>
<td>13,499</td>
</tr>
<tr>
<td>27,000</td>
<td>27,499</td>
<td>13,500</td>
<td>13,749</td>
</tr>
<tr>
<td>27,500</td>
<td>27,999</td>
<td>13,750</td>
<td>13,999</td>
</tr>
<tr>
<td>28,000</td>
<td>28,499</td>
<td>14,000</td>
<td>14,249</td>
</tr>
<tr>
<td>28,500</td>
<td>28,999</td>
<td>14,250</td>
<td>14,499</td>
</tr>
<tr>
<td>29,000</td>
<td>29,499</td>
<td>14,500</td>
<td>14,749</td>
</tr>
<tr>
<td>29,500</td>
<td>29,999</td>
<td>14,750</td>
<td>14,999</td>
</tr>
<tr>
<td>30,000 and over</td>
<td>4,000</td>
<td>15,000 and over</td>
<td>2,000</td>
</tr>
</tbody>
</table>

**Exemption**

Single or married person filing a separate return – $1,500.

Married persons filing a joint return and head of family – $3,000.

Dependents – $1,000 each for adjusted gross income $20,000 and under, $500 each if adjusted gross is $20,001 but under $100,000 and $300 each if adjusted gross income is over $100,000.

**Distribution**

Replaces state property tax lost due to the homestead exemption; remainder to Education Trust Fund.
**Inspection Fee**

**Authority**
Sections 8-17-80 through 8-17-102, Code of Alabama, 1975

**Basis**
First sale or import of dyed diesel fuel, dyed kerosene, or lubricating oil in Alabama. Gasoline or undyed diesel sold by a supplier or permissive supplier at the rack to a licensed exempt entity other than the federal government, or dyed diesel or dyed kerosene sold to an importer that does not have a valid inspection fee permit.

**Rate**
Section 8-17-87
Dyed diesel fuel - $.02 per gal, dyed kerosene - $.01 per gal, lubricating oil - $.15 per gal, gasoline or undyed diesel fuel sold by a supplier at the rack to a licensed exempt entity other than the federal government - $.02 per gal. Dyed diesel fuel or dyed kerosene used to operate maritime vessels, tractors for agricultural purposes, or railroad locomotives, or used in the treatment or preservation of wood products - $.00025 per gal

**Exemption**
Section 8-17-87
Aviation gas and jet fuel

Section 8-17-99
Dyed Diesel Fuel or Dyed Kerosene
Federal Government
Exports by bonded distributor
Sales to other bonded distributors
Sales for use in turbines or steam boilers

Lubricating Oil
Federal Government
Exports by bonded distributor
Sales to other bonded distributors

**Distribution**
Distributed to the Inspection Fee Fund which is further distributed by the State Treasurer as follows: 5% or no less than $175,000, whichever is greater, to the Agricultural Fund, (a) 13.87% of balance of proceeds distributed equally to the counties, (b) $408,981 distributed to Department of Transportation Public Road and Bridge Fund, (c) 2.76% of balance of proceeds allocated among the incorporated municipalities, (d) 5% of balance of proceeds after distributions to (a) and (c) is distributed to Agricultural Fund, (e) 2 ½% of balance of proceeds after (a), (b), (c), and (d) or no less than $87,500, whichever is greater, is distributed to the Department of Revenue, and (f) balance after (a), (b), (c), (d), and (e) is distributed to the Department of Transportation Public Road and Bridge Fund, as provided in Section 8-17-91, Code of Alabama, 1975.

**International Fuel Tax Agreement**

**Authority**
Sections 40-17-150 and 40-17-270 through 40-17-275, Code of Alabama 1975.

**Basis**
Every motor carrier who operates on any highway in Alabama a motor vehicle designed, used, or maintained for transportation of persons or property, except recreational vehicles, and which meets any of the following: a. has two axles and a gross vehicle weight or registered gross vehicle weight exceeding 26,000 pounds or 11,797 kilograms; b. has three or more axles regardless of weight; c. and is used in combination, when the weight of the combination exceeds 26,000 pounds or 11,797 kilograms gross vehicle or registered gross vehicle weight;
shall be subject to this tax. Motor carriers with motor vehicles which are operated or caused to be operated wholly within Alabama are exempt from this tax.

**Rate**

Any motor carrier meeting the above requirements shall pay an annual fee per vehicle to obtain identification decals. The fee for the decals is $17.00 per set. Excise tax upon motor fuels used in the operation of a motor carrier in Alabama shall be at the same rate per gallon as currently in effect for the classification of fuels, defined in Section 40-17-140, (gasoline $0.16 and motor fuels $0.19).

**Payment**

Every motor carrier must electronically file IFTA quarterly tax returns with the Alabama Department of Revenue, Motor Vehicle Division, before the last day of April, July, October, and January. Payments of $750 or more must be remitted electronically.

**Distribution**

That portion of revenues attributable to gasoline taxes shall be distributed in the manner prescribed for gasoline taxes levied under Section 40-17-359. That portion of revenues attributable to motor fuel (diesel) taxes shall be distributed in the manner prescribed for motor fuel (diesel) taxes levied under Section 40-17-361. (See Motor Carrier Fuel Tax.)

**International Registration Plan**

**Authority**


**Basis**

Motor carriers operating in interstate commerce with a qualified motor vehicle. A qualified motor vehicle is one which has two axles and a gross vehicle weight or registered gross vehicle weight exceeding 26,000 pounds or 11,797 kilograms; or has three or more axles regardless of weight; or is used in combination, when the weight of the combination exceeds 26,000 pounds or 11,797 kilograms gross vehicle or registered gross vehicle weight. Registrants are issued an apportioned license plate and a cab card.

**Rate**

Registration fees are dependent on mileage traveled in IRP member jurisdictions, the fee structure of the member jurisdictions and the number of months the vehicle(s) is to be registered. Alabama fees are apportioned based on the fee schedule provided in Section 40-12-248.

**Payment**

Registrations are renewed on a staggered basis from January through November. Payments of $750 or more must be remitted electronically.

**Distribution**

*Base amount:*

- 72% – Road and Bridge Fund
- 21% – city or county of residence
- 7% – counties and cities

*Additional amount:*

- 64.75% – Road and Bridge Fund
- 35.25% – counties
**Local Solid Minerals Taxes**

**Authority**
- Coosa County      Act 99-544
- Jackson County    Acts 79-349 and 97-220
- Marshall County   Act 81-482

**Basis**
Coosa County levies a tax on sand, clay, silt, loam, dirt, gravel, rock, sand-gravel, and sand-clay. Jackson and Marshall Counties levy a tax on coal severed within their counties.

**Rate**
- $.25 per ton    (Coosa County)
- $.20 per ton    (Jackson and Marshall Counties)

**Payment**
File with the Alabama Department of Revenue, Business & License Tax Division, Severance and License Section, within 20 days after the end of each calendar month for the previous month’s operations.

**Lubricating Oils Tax**

**Authority**
Sections 40-17-170 through 40-17-186; 40-17-220 through 40-17-223 and 40-17-225, Code of Alabama 1975.

**Basis**
Selling, distributing, or withdrawing from storage in Alabama, for any use, lubricating oils or greases (does not include products commercially known as “fuel oils” or “crude oil.”)

**Rate**
- $.02 per gal. levied under Sec. 40-17-171.
- $.04 per gal. levied under Sec. 40-17-220.
- $.06 per gal. total

(Eight pounds of grease equals one gallon.)

**Exemption**
The U.S. Government, governing bodies of counties and incorporated municipalities, city and county boards of education, the Alabama Institute for Deaf and Blind, the Department of Youth Services school district, and private and church schools as defined in Section 16-28-1 are exempt from the $.02/gallon tax levied under Section 40-17-171.

Governing bodies of counties and incorporated municipalities, city and county boards of education, U.S. Government, sales for use in off-road vehicles, aircraft, ships, vessels, barges, railroad locomotives, and railroad equipment, private and church school systems as defined in Section 16-28-1, Alabama Institute for Deaf and Blind, Department of Youth Services, and lubricating products sold for agricultural purposes are specifically exempt from the $.04/gallon tax levied under Section 40-17-220.

**Payment**
File and remit to the Alabama Department of Revenue, Business & License Tax Division, Motor Fuels Section, by 20th of month following month of transaction.

**Distribution**
- $ .02 revenues – General Fund
- $ .04 revenues:
  - 45% – State Road & Bridge Fund
  - 55% – to be shared by the counties and their municipalities as follows:
    - (a) 25% of the net tax is distributed equally to the 67 counties;
    - (b) 30% of the net tax is allocated to the 67 counties based on population.
1. 10% of county's share received shall be allocated to each municipality therein, based on a population ratio.
2. Remaining portion to the county.

**Mandatory Liability Insurance (MLI)**

**Authority**

**Basis**
No person shall operate, register, or maintain registration of, and no owner shall permit another person to operate, register, or maintain registration of, a motor vehicle designed to be used on a public highway unless the motor vehicle is covered by a liability insurance policy, commercial automobile liability insurance policy, motor vehicle liability bond, or deposit of cash. The insurance policy must provide a minimum of $25,000 for bodily injury/death liability for one person in an accident, $50,000 for all injuries/deaths in an accident, and $25,000 for property damage in an accident in accordance with Section 32-7-6, Code of Alabama 1975. The policy must be an Alabama policy issued by an insurance company qualified to issue motor vehicle liability insurance in Alabama.

**Rate**
If it is determined that a vehicle was not insured in accordance with the MLI law, the department will suspend the motor vehicle registration. The registration reinstatement fee will be $200 for the first suspension, and the owner will be required to provide proof of current liability insurance. For subsequent registration reinstatements, the fee will be $400 after the owner has served a four month suspension and upon presentation of proof of current liability insurance.

**Payment**
If a registration reinstatement fee is due from a registrant, as detailed above, the registrant may pay the reinstatement fee directly to the Department of Revenue or at their licensing official’s office.

**Distribution**
A portion of the fees collected in accordance with the MLI law is used by the department exclusively for the operation and management of the mandatory liability insurance law. Fifteen percent (15%) of the net proceeds of reinstatement fees received by the department is deposited by the department into the Alabama Peace Officers' Annuity and Benefit Fund, as authorized by Section 36-21-66. After the payment of the expenses, the remaining funds are deposited into the General Fund.

If the fees are collected by the vehicle owner's license plate issuing official, the Administrative Office of Courts, or the circuit clerk of any county, these entities will remit the fee, less retained fees, as prescribed by statute, to the department.

**Manufactured Home Title and Cancellation Fee**

**Authority**

**Basis**
Fee required of owners of manufactured homes designated not more than twenty model years old:

- Each application for first certificate of title: $20*
- Each application for transfer of certificate of title: $20*
- Each application for cancellation of a certificate of origin or certificate of title: $20*
- Each application for replacement certificate of title: $15
- Each notice of security interest: $15
- Each assignment by lien holder: $15
Each title history $15
Each application for corrected title $15
Each title printout $5*

Payment
Application and fee forwarded to the Alabama Department of Revenue by designated agents of the department. Designated agents are all licensing officials in Alabama who are authorized and required by law to issue motor vehicle license plates, licensed manufactured home dealers, and financial institutions that qualify.

Distribution
General Fund
*$5 of each fee is designated to go to the nonprofit 501(c)3 foundation known as the Alabama Housing Foundation.

Manufactured Home Registration Fee

Authority
Sections 40-7-1, 40-8-1, 40-11-1, 40-12-252, and 40-12-255, Code of Alabama 1975.

Basis
Registration fee in lieu of property taxes on manufactured homes in Alabama which are rented or leased or located on land owned by someone other than the owner of the manufactured home. (An owner-occupied manufactured home located on land owned by the occupant is subject to property taxes.) A decal is displayed on each unit and serves as proof of payment of the fee due. Dealer or manufacturer inventory units are not subject to the registration fee.

Rate
Owner-occupied:
$24.00 single wide (one transportable module)
$48.00 double wide (two or more transportable modules)
All others:
$48.00 single wide (one transportable module)
$96.00 double wide (two or more transportable modules).
Manufactured homes ten years or older shall be subject to 75% of the fees above, while those 20 years or older shall be subject to 50% of the fees above.
Additionally, each manufactured home registered is subject to a $5.00 issuance fee at the time of registration.

Payment
Registration and payment will take place in the county in which the manufactured home is customarily located. Decals will be issued by the county official that collects property tax on manufactured homes. Fees are due October 1 each year and will be considered delinquent after November 30.

Distribution
Registration Fee
State General Fund – 25%
County General Fund – 25%
County School Board – 25%, unless the manufactured home is located within the city school district, in which case this portion will go to the city school board.
City or municipality where the manufactured home is located – 25%.
Should the manufactured home be located outside the corporate limits of the nearest city or municipality, then this portion will go to the County General Fund.
Issuance Fee
An additional $5.00 issuance fee is charged by the issuing official.
Mineral Documentary Tax

Authority

Basis
Filing and recording any instrument creating a leasehold interest in any non-producing oil, gas, or other similar mineral interest in Alabama and upon every deed, instrument, transfer, or evidence of sale conveying interest or right to receive royalties from such property.

Rate
Minimum fee – $1.00
Term of leasehold less than 10 years – $.05 per mineral or royalty acre.
Term of leasehold more than 10 but less than 20 years – $.10 per mineral or royalty acre.
Term of leasehold greater than 20 years – $.15 per mineral or royalty acre.

Payment
Paid one time to probate judge of county containing property upon filing instrument of record, in lieu of payment of property tax.

Distribution
35% – County General Fund
35% – County Public School Fund
30% – State General Fund

Mobile Telecommunication Services Tax

Authority

Basis
Privilege tax on providing mobile telecommunication services in Alabama.

Rate
6% on monthly recurring access charges and all airtime charges.

Payment
File return and remit tax by the 20th of each month to the Alabama Department of Revenue, Sales and Use Tax Division, for the preceding month’s liability.
Taxpayers with an average monthly tax liability of $10,000 or more during the preceding calendar year shall pay, by the 20th of the month in which the liability occurs, an estimated amount not less than the actual tax liability for the same month during the preceding year.

Distribution
Amount to be appropriated for use by the State Treasurer to pay at the respective maturities of the principal and interest due in the fiscal year on the outstanding bonds issued by the Alabama Revolving Loan Fund Authority. One-third of the remaining proceeds, plus $1.5 million to the Education Trust Fund. The residual balance thereof remaining to the State General Fund.

Motor Carrier Mileage Tax

Authority

Basis
Motor carrier hired for transportation of persons or property on the highways of Alabama.
Rate
Seating Capacity Tax Rate:
Not less than nine nor more than 16: 1/4 cents per mile
17–21: 1/2 cents per mile
22–25: 3/4 cents per mile
Greater than 25: 1 cent per mile

Payment
File and remit to the Alabama Department of Revenue, Business & License Tax Division, Motor Fuels Section, by the 15th of the month after tax accrues.

Exemption
Tour bus operations are exempted from the provisions of the motor carrier mileage tax law.

Distribution
Public Service Commission operating costs
Balance – State Highway Fund

Motor Vehicle Carrier Permit Fees

Authority
Sections 37-3-1 through 37-3-34, Code of Alabama 1975.

Basis
Fee for any person transporting passengers or property by motor vehicle for compensation in Alabama, whether directly or by lease, contract or other arrangement.

Rate
$100 for intrastate certificate of public convenience or permit.
$100 for amendment of an intrastate certificate or permit.
$25 for interstate registration.
$25 for transfer of a certificate or permit.
$10 for approval of a lease of a certificate for a period of more than six months.
$4 registration fee for every motor vehicle used by a motor carrier on a state highway.

Payment
To the Alabama Public Service Commission upon application by the motor carrier.

Distribution
General Fund

Motor Vehicle Certificate of Title Fee

Authority
Sections 32-8-1 through 32-8-88, Code of Alabama 1975.

Basis
Fee required of owners of motor vehicles designated 35 model years old or newer and travel trailers designated 20 model years old or newer.
Registrants must have a certificate of title or an application for certificate of title before license plates can be issued.

Original certificate of title $15
Replacement certificate $15
Transfer of certificate of title $15
Notice of security interest $15
Assignment by lien holder $15
Title history $15
Corrected title $15
Salvage title $15
Title printout* $  5
Registration printout* $  5
Notice of Junk Cancellation** $  5

Payment
Every designated agent must electronically submit the application for certificate of title to the Alabama Department of Revenue, Motor Vehicle Division. Payment of application fees must also be remitted electronically.
Designated agents are all licensing officials in Alabama who are authorized and required by law to issue motor vehicle license plates, and the following entities, which are legally authorized to do business in Alabama and have a place of business in Alabama: automobile dealers, manufactured home dealers, financial institutions, pawnshops and insurance companies.

Distribution
General Fund
*Distribution designated as follows: 50% to general fund and 50% to motor vehicle training and technology fund.
**Distribution to motor vehicle training and technology fund. In lieu of a per transaction fee, automotive dismantler and parts recyclers and secondary metals recyclers may pay an annual fee of $500. The annual fee is also distributed to the motor vehicle training and technology fund.

Motor Vehicle Dealer, Rebuilder, Wholesaler and Off-Site Licenses

Authority
Sections 40-12-390 through 40-12-400, Code of Alabama 1975.

Basis
New Motor Vehicle Dealer – any person, firm, or corporation which holds a bona fide contract or franchise in this state in effect with a manufacturer or distributor of new motor vehicles and is engaged in the business of selling, advertising or negotiating the sale of new motor vehicles or new and used motor vehicles, to include trailers (except those not subject to titling in this state) and motorcycles. The term also includes a motor vehicle rebuilder and motor vehicle wholesaler.
Used Motor Vehicle Dealer – any person, firm, or corporation engaged in the business of buying, selling, exchanging, advertising, or negotiating the sale of five or more motor vehicles at retail during a calendar year, to include trailers (except those not subject to tilting in this state) and motorcycles. The term also includes a motor vehicle rebuilder and motor vehicle wholesaler.
Motor Vehicle Rebuilder – any person, firm, or corporation engaged in the business of making or causing to be made extensive repairs, replacements, or combination of different motor vehicles to the extent of extinguishing the identity of the original vehicle to the extent finished vehicle may be assigned a new identification number by the Department of Revenue. This term also includes refurbishing, repairing, or replacing damaged parts of motor vehicles for the purpose of preparing the vehicle for resale under the same identification and identity as the vehicle had before the refurbishing.
Motor Vehicle Wholesaler – any person, firm, or corporation engaged in the business of buying, selling, or exchanging motor vehicles at wholesale to motor vehicle dealers and not to the public.

Rate
New motor vehicle dealer $25
Used motor vehicle dealer $25
Wholesaler $25
Rebuilder $25
Each additional place of business $25
Off-site sales license $25 (Limited to three per dealer license year.)
A privilege license under Sections 40-12-51, 40-12-62, or 40-12-169 is needed for each off-site sale.

Payment
Applications are filed with the department online at https://dealerlicense.mvtrip.alabama.gov for new, renewal, and off-site licenses. Dealers may apply for licenses beginning August 1 of each year. Licenses expire on September 30 of each year. Off-site licenses are only valid for 10 consecutive calendar days. Visit http://revenue.alabama.gov/motorvehicle/pdf/Dealer_License_Brochure.pdf for more information.

Distribution
General Fund

**Motor Vehicle Registration Fees**

**Authority**
Sections 40-12-240 through 40-12-302 and 32-6-51 through 32-6-680, Code of Alabama 1975.

**Basis**
Motor vehicle operation and use upon the public highways of Alabama.

**Rate**
- Passenger cars and pickup trucks $23 to $105
- Motorcycles $15
- Buses (based on seating) $47.50 to $210
- Taxicabs (based on weight) $21 to $40
- Hearses and ambulances (based on city population) $15 to $55
- Trucks and truck-tractors (based on gross wt.) $23 to $890
- Motor homes (based on gross wt.) $23 to $890
- Commercial trailers $20
- Travel and utility trailers $12
- Rental utility trailers $15
- Permanent trailers $60

**Payment**
Remit to license plate-issuing official in county of residence (if an individual) or where the vehicle is principally used (if a business). Fees can be remitted to participating city license plate issuing officials for Jefferson County residents only.

Registration is staggered based on the first letter of the individual’s last name:
- January: A, D June: M, I
- February: B July: P, L
- March: C, E August: J, K, R
- April: F, G, N September: Q, S, T

Trucks and commercial and fleet vehicles will be registered during October and November of each year.

**Distribution**
The additional fee of $10 for passenger automobiles and pickup trucks and the additional fee of $8 for motorcycles are distributed to the state’s general fund for use by the Public Safety Department for enforcing traffic and motor vehicle laws. The remainder is distributed as follows:
Balance:
Base Amount:
72% Public Road and Bridge Fund
21% City or County of Residence
7% Cities and Counties

Additional Amount: (For Trucks)
64.75% Public Road and Bridge Fund
35.25% Counties

**Nursing Facility Tax**

**Authority**

**Basis**
Privilege tax on the business activities of every nursing facility in Alabama.

**Rate**
Annual rate of $1,899.96 per year for each bed in the facility and a supplemental rate of $1,603.08 for each bed in the facility. The current supplemental privilege assessment and monthly surcharge on nursing facilities extends to August 31, 2017. Beginning with the monthly payment for the supplemental privilege assessment due on September 20, 2012, the monthly surcharge will be $43.75 per licensed bed. Act 2015-536 imposed a secondary supplemental privilege assessment. The additional monthly surcharge will be $33.44 for each bed in the nursing facility to be collected for the period October 1, 2015 through August 31, 2017.

**Payment**
File return and remit monthly installment payment to Alabama Department of Revenue, Sales and Use Tax Division, on or before the 20th day of the month for the preceding month’s liability.

**Distribution**
Alabama Health Care Trust Fund

**Oil and Gas Privilege Tax**

**Authority**

**Basis**
Engaging in the business of producing or severing oil or gas within the state.

**Rate**
4% Privilege
Oil wells producing 25 BBLS or less per day.
Gas wells producing 200 MCF or less per day.
Incremental production from qualified enhanced recovery projects and supplemental enhanced recovery projects approved by State Oil and Gas Board.

6% Privilege
Offshore wells, at depths less than 8,000 feet below mean sea level, granted permits on or after July 1, 1988, by State Oil and Gas Board.
Onshore wells permitted on or after July 1, 1988, except those qualifying for lower tax rates.

8% Privilege
Tax on all other taxable production not covered under above provisions.

3.65% Privilege
Offshore wells producing from depths greater than 8,000 feet below mean sea level, computed as a percentage of gross proceeds.

**Reduced Privilege Tax**

Any well permitted between July 1, 1996, and July 1, 2002, that is not a replacement well, will qualify for a 50% tax rate reduction for five years from first production.

**Exemption**

Natural gas lawfully injected into oil or gas pools, or reservoirs in the soil, or beneath the soil or waters of the state for the purpose of lifting oil or gas is exempt from this tax. However, if any gas injected is sold or injected into underground storage facilities, that gas shall not be exempt from this tax. Natural gas lawfully vented or flared in connection with the production, treatment, or processing of oil or gas is exempt from the tax.

**Payment**

File return and remit payment to the Alabama Department of Revenue, Business & License Tax Division, Severance and License Section, by the 15th day of the second month following production.

**Distribution**

**Onshore:**

25% -- General Fund  
75% -- Distributed as follows:  
16-2/3% -- General Fund  
16-2/3% -- Counties where severed  
66-2/3% -- Distributed as follows:  
25% -- Counties where severed  
10% - Municipalities where severed  
First $150,000 of remainder:  
50% -- State General Fund  
42-1/2% -- Counties where severed  
7-1/2% -- Municipalities  
Remainder:  
84% -- State General Fund  
14% -- Counties where severed  
2% -- Municipalities

**Offshore:**

90% -- General Fund  
10% -- Counties where severed

**Oil and Gas Production Tax**

**Authority**


**Basis**

Production of oil or gas from a well in Alabama.

**Rate**

2% of gross value at point of production  
1% for any well permitted between July 1, 1996, and July 1, 2002, that is not a replacement well, for five years from first production.  
1.66% for offshore wells producing from depths greater than 8,000 feet below mean sea level, computed as a percentage of gross proceeds.
Payment
Paid to the Alabama Department of Revenue, Business & License Tax Division, Severance and License Section, by the 15th day of the second month following production.

Distribution
General Fund

Pari-Mutuel Pool Tax
Authority
Basis
Privilege tax on every person engaged in the business of operating a dog race track in the state.
Rate
1% of the pari-mutuel pool on all pari-mutuel races.
In addition, there is also a 1% levy on the pari-mutuel pool on all races requiring the selection of three or more racers.
Payment
File and remit payment by the 20th day of each month to the Alabama Department of Revenue, Business & License Tax Division, Tobacco Tax Section.
Distribution
General Fund

Partnership Income Tax
Authority
This is a component of Individual and Corporate Income Tax.
Basis
Partnerships are a pass-through entity. Income is calculated on the partnership informational return, Form 65. The income is reported and taxes paid on the partners’ (individual or corporate) income tax returns.
Payment
Partnerships (other than QIPs, low income housing projects, and large partnerships treated as corporations) with nonresident partners must file Form PTE-C and remit a composite payment of 5% of the nonresident partners’ share of income. The form and any tax due should be remitted on or before the 15th day of the fourth month following the close of the partnership’s accounting period. File with the Alabama Department of Revenue, Individual and Corporate Tax Division, Pass Through Entity Unit.
Distribution

Pharmaceutical Providers Tax
Authority
Basis
Privilege tax on the business activities of every provider of pharmaceutical services to Alabama citizens, except for pharmacies serving hospital inpatients or pharmacies owned or operated by the state of Alabama.
Rate
Ten cents for each prescription filled or refilled for a citizen of Alabama.
**Payment**
File and remit tax to Alabama Department of Revenue, Sales and Use Tax Division, by the 20th of the month for the preceding month’s liability.

**Distribution**
Alabama Health Care Trust Fund

**Prepaid Wireless 9-1-1 Charge**

**Authority**

**Basis**
Each retail transaction involving the sale of prepaid wireless telecommunications services.

**Rate**
Effective August 1, 2014, the charge per retail transaction occurring in this state increased to $1.75.

**Payment**
File return and remit monthly payment to the Alabama Department of Revenue, Sales and Use Tax Division, on or before the 20th day of the month for the preceding month’s liability.

**Distribution**
Commercial Mobile Radio Services Board and, upon the effective date of the statewide 9-1-1 charge, to the statewide 9-1-1 Board.

**Property (Ad Valorem) Tax**

**Authority**
Sections 40-1-1 through 40-11-4 and 40-21-1 through 40-21-34, Code of Alabama 1975; Amendment 373, Constitution of Alabama.

**Basis**
Ownership of real and personal property within this state.

**Rate**
The state tax rate is 6.5 mills.
County millages vary from 17.5 mills to 55.8 mills. City millages vary from zero to 49.3 mills.
Counties and cities may decrease their ad valorem tax rate, provided the decrease does not jeopardize the payment of bonded indebtedness.
Any increase in the county and municipal tax rate must be approved by the governing authority, the legislature, and the voters of the taxing jurisdiction.
The county commission, at its first regular meeting in February, shall levy the amount of general taxes required for county expenses for the current year, not to exceed 1/2 of 1% of the value of taxable property as shown by the books of assessment.
All nonexempt property is divided into the following classes and subject to the assessment ratios indicated:

- **Class I** -- all utility property used in such utilities. 30%
- **Class II** -- all property not otherwise classified. 20%
- **Class III** -- all agricultural, forest, and single-family, owner-occupied residential property, including owner-occupied residential manufactured homes (formerly known as “mobile homes”) located on land owned by the manufactured home owner, and historic buildings and sites. Residential property shall include single-family dwellings and the fully-developed underlying lot owned by a home builder licensed by the Alabama Homebuilders Licensure Board or who is otherwise authorized by the board to construct single family homes; provided that this classification shall not exceed a period of 24 months. 10%
Class IV -- All private passenger automobiles and motor trucks of the type commonly known as “pickups” or “pickup trucks” owned and operated by an individual for personal or private use and not for hire, rent, or compensation. Automobiles and “pickup” trucks under lease-purchase option agreements which are leased by an individual for personal or private use are also included. 15%

One tax rate must be applied to all property taxed by the state. One tax rate must be applied to all property taxed by a county, municipality, or other taxing authority within its taxing jurisdiction.

With the exception of the cities of Mountain Brook, Vestavia Hills, and Huntsville, the amount of property tax paid on any item of taxable property shall never exceed the percentage of market value for that class as shown below:

Class I -- 2% 66.7 Mills Tax Rate
Class II -- 1-1/2% 75 Mills Tax Rate
Class III -- 1% 100 Mills Tax Rate
Class IV -- 1-1/4% 83.3 Mills Tax Rate

All taxable property is to be appraised at its fair and reasonable market value, with the exception of Class III property, which may be appraised by the assessor on current use value if the owner of the property requests. All taxpayers have the right to appear before the county board of equalization concerning property valuation.

Exemption

Homesteads, whose owners are less than 65 years of age, are exempt from state levied property taxes not to exceed $4,000 in assessed value, or 160 acres in area for any resident of this state who is not over 65 years of age. Homesteads of residents of this state, over 65 years of age, or who are retired due to permanent and total disability, regardless of age, or who are blind as defined in Section 1-1-3, regardless of age or whether such person is retired, shall be exempt from all state levied property taxes.

Homesteads, whose owners are less than 65 years of age, are exempted from county levied property taxes, except countrywide and school district property taxes levied for school purposes, not to exceed $2,000 in assessed value, nor 160 acres in area. An additional exemption, not to exceed $4,000 in assessed value may be granted for county and municipal taxes, provided county wide school district or municipal school district exemptions are approved by resolution of the governing body and school system boards.

Homesteads, whose owners are 65 years of age or older, with an annual adjusted gross income of less than $12,000, as reflected on the most recent state income tax return or some other appropriate evidence, or who are retired due to permanent and total disability, regardless of age, or who are blind as defined in Section 1-1-3, regardless of age or whether such person is retired, are exempted from property taxes levied by any county of this state, including taxes levied for school districts, not to exceed $5,000 in assessed value, nor 160 acres in area.

The principal residence and 160 acres adjacent thereto of any person who is 65 years of age or older having a net annual taxable income of $12,000 or less, as shown on such person's and spouse's latest United States income tax return or some other appropriate evidence acceptable to the Department or who is permanently and totally disabled, regardless of age or income, are exempt from all state, county and municipal property taxes on their principal residence.

Property tax exemptions include state, county, and municipal property; property devoted exclusively to religious worship, educational, or charitable purposes; household and kitchen furniture; farm tractors, farming implements used for agricultural purposes by the owner; stocks of goods, wares, and merchandise; and manufactured homes rented or leased, not located on land owned by the manufactured home owner (these homes must be registered).

In order to encourage the development of new industry in the state, as well as to encourage the expansion of existing industry, there are provisions in the law for exemptions from property taxes in some cases. Manufacturers of calcium cyanamid, aluminum, or aluminum products are specifically exempt from all state, county, and municipal property tax levies for ten years.
Payment
Individuals, partnerships, corporations, etc., pay tax annually to county tax collectors between October 1 - December 31, following assessment.
Public utilities and railroads file returns annually with the Alabama Department of Revenue, Property Tax Division, by March 1. Assessments are made by the department and collected by the counties.

Distribution
3 mills: (46.15%) – Public School Fund
2.5 mills: (38.46%) – General Fund
1 mill: (15.38%) – Human Resources Fund

Recoderation Tax
Authority

Basis
Recordation of mortgages, deeds, bills of sale, conditional sale contracts, etc.

Rate
Mortgages – $.15 per $100 of indebtedness or fraction thereof. (Also deeds of trust, conditional sale contracts, etc.).
Deeds – $.50 per $500 of value or fraction thereof. (Also bills of sale.)

Payment
Paid to probate judge upon presentation for record; except for deeds conveying property in two or more counties, mortgages conveying property both within and without Alabama, and open-end mortgages.
In the instances noted above, the tax is also paid to probate judges, but only after petition is made to the Department of Revenue and the department has issued an order determining the amount and distribution of said tax.

Distribution
2/3 – General Fund
1/3 – County

Rental or Leasing Tax
Authority
Section 40-12-220 through 40-12-227, Code of Alabama 1975.

Basis
Privilege tax on persons engaging in the business of leasing or renting tangible personal property.

Rate
4% of gross proceeds from leasing or rental of tangible personal property.
1-1/2% of gross proceeds from leasing or renting automotive vehicles, truck trailers, semi-trailers, or house trailers.
2% of gross proceeds from leasing or rental of linens or garments.

Payment
File return and remit tax to the Alabama Department of Revenue, Sales and Use Tax Division, by the 20th of month for preceding month’s liability.
Taxpayers whose total state rental tax liability for the preceding calendar year averaged less than $200 per month may elect to file and pay state rental tax on a calendar quarter basis (Prior approval required).
Taxpayers whose total state rental tax liability for the preceding calendar year was $10 or less may file and pay state rental tax on a calendar year basis (Prior approval required).
Quarterly and annual returns are due by the 20th of the month following the period covered by the return.

**Distribution**
General Fund

**Restored (Salvage) Vehicle Inspection Fee**

**Authority**
Section 32-8-87(1), **Code of Alabama 1975**.

**Basis**
Inspection fee for inspection of salvage vehicle restored to operating condition which existed before event which caused a salvage motor vehicle title to be issued. Fee pays for costs of inspection to determine that the identification numbers of the vehicle or its parts have not been removed, falsified, altered, defaced, destroyed, or tampered with and that there are no indications that the vehicle or any of its parts are stolen.

**Rate**
$75.00 per application for inspection.

**Payment**
Payable to state with submission of application for inspection form (INV 26-15) plus title fee of $15.00 and supporting documents. Submitted to the Inspections Section of the Alabama Department of Revenue, Investigations Division.

**Distribution**
$75.00 -- To the Alabama Department of Revenue for “personnel and maintenance costs of the vehicle inspection program.”
$15.00 -- Title fee to the General Fund.

**Sales Tax**

**Authority**
Sections 40-23-1 through 40-23-39, **Code of Alabama 1975**.

**Basis**
Gross proceeds from sale of all taxable items for consumption or other use to consumers (except as specifically exempted by law) within Alabama and the gross receipts from conducting or operating public places of amusement or entertainment.

**Rate**
4% of gross proceeds of sale of tangible personal property.
4% of gross receipts from conducting or operating public places of amusement or entertainment.
2% of net trade difference of new or used automotive vehicles, truck trailers, semi-trailers or house trailers.
2% of gross proceeds of sale of manufactured home set-up materials and related supplies.
1-1/2% selling price of machinery used in mining or manufacturing tangible personal property.
1-1/2% of net trade difference of new or used farm machines, machinery, and equipment that is used in production of agricultural produce or products, livestock or poultry on farms.
3% of retail selling price of food products sold through vending machines.
The Department of Revenue collects and administers approximately 200 county and municipal sales and/or gross receipts taxes ranging in rate between 1/4 of 1% to 5%. In addition, some counties and municipalities may choose to administer their own sales and/or gross receipts taxes.

**Payment**
File and remit tax to the Alabama Department of Revenue, Sales and Use Tax Division, by the 20th of the month for the preceding month’s liability.
Taxpayers whose total state sales tax liability for the preceding calendar year averaged less than $200 per month may elect to file and pay state sales tax on a calendar quarter basis (prior approval required).
Taxpayers whose total state sales tax liability for the preceding calendar year was $10 or less may file and pay state sales tax on a calendar year basis (prior approval required). Quarterly and annual returns are due by the 20th of the month following the period covered by the return. Taxpayers with an average monthly tax liability of $2,500 or greater during the preceding calendar year shall pay, by the 20th day of the month in which the liability occurs, an estimated amount equal to the lesser of 2/3 of the taxpayer’s actual tax liability for the same calendar month of the preceding year or 2/3 of the current month’s estimated liability.

**Distribution after the deduction of collection costs**

Education Trust Fund, except as follows:

- $378,000 is distributed to the Counties.
- $1,322,000 is distributed to the Department of Human Resources.
- 42% of the 2% tax on gross proceeds from sale of automotive vehicles and from sale of mobile home set-up materials and related supplies goes to the General Fund.
- An amount equal to 5% of the value of food stamp benefits issued statewide in excess of the amount paid by recipients is distributed to the Department of Human Resources.
- An amount for debt service is distributed to the Alabama Public School and College Authority.
- Revenue generated from $400 discount cap goes to pay debt service on bonds issued by the Alabama State Parks System Improvement Corporation and/or the Alabama Public Historical Sites and Parks Improvement Corporation and to pay the greater of $5 million or $5 million adjusted by a percentage growth in receipts from the cap allocated to the Department of Conservation and Natural Resources for repairs and capital outlays for state parks. The balance goes to the General Fund. Act No. 2011-642, effective October 1, 2011, amended Section 40-23-35, Code of Alabama 1975, to change the distribution of the sales tax discount. The act provides that only for fiscal years ending September 30, 2012 and September 30, 2013, the $5 million normally disbursed to the Department of Conservation and Natural Resources will, instead, be disbursed to the State General Fund.
- Beginning January 1, 2016, all proceeds from the tax on sales of consumable vapor products will be disbursed to the General Fund.

**Scrap Tire Environmental Fee**

**Authority**


**Basis**

Fee on sale of new, used or retread tires, whether mounted or not, to the consumer.

**Rate**

$1 per tire

**Payment**

File and remit to the Alabama Department of Revenue, Business & License Tax Division, Motor Fuels Section. Payment is due by the 20th of each month for the previous month's operation.

**Distribution**

All fees collected, less administrative expenses, are deposited into the Scrap Tire Fund to be distributed for use by the Alabama Department of Environmental Management.
Simplified Sellers Use Tax Remittance Program

Authority

Basis
Gross proceeds of sales of tangible personal property from eligible sellers located outside of Alabama selling into the state. Offers a flat statewide tax with no additional local tax collection authority.

Rate
Flat 8% statewide tax on gross proceeds of sales of tangible personal property.

Payment
File and remit tax to the Alabama Department of Revenue, Sales and Use Tax Division, by the 20th of the month for the preceding month’s liability. Electronic filing and payment required.

Distribution
50% to the State
   75% State General Fund
   25% Education Trust Fund
50% to the Local Governments within the state
   25% Counties
   25% Cities

Solid Waste Disposal Fee

Authority

Basis
Fees levied upon generators of solid waste disposing of the waste at permitted solid waste management facilities.

Rate
One dollar ($1) per ton for all waste disposed of in a municipal solid waste landfill, regulated solid waste that may be approved by ADEM as alternate cover materials in landfills and regulated solid waste received from out-of-state for disposal at permitted public solid waste facilities.
One dollar ($1) per ton or twenty-five cents ($0.25) per cubic yard for all waste disposed of in public industrial landfills, construction and demolition landfills, non-municipal solid waste incinerators, or composting facilities, which receive waste not generated by the permittee; regulated solid waste that may be approved by ADEM as alternate cover materials in landfills; and regulated solid waste received from out-of-state for disposal at permitted public solid waste facilities.
Twenty-five cents ($0.25) per cubic yard for all waste disposed of in a private solid waste management facility, not to exceed one thousand dollars ($1,000) per calendar year.

Payment
File a quarterly report and remit to the Alabama Department of Revenue, Business & License Tax Division, Tobacco Tax Section. Payment is due no later than the 20th day of January, April, July, and October on all waste delivered to the solid waste facilities for disposal.

Distribution
25% - Alabama Recycling Fund (ARF)
25% - Solid Waste Fund (SWF)
45% - Alabama Department of Environmental Management (ADEM)
4% - Retained by Owners/Operators collecting the solid waste fee
1% - Alabama Department of Revenue
State Horse Wagering Fee

Authority

Basis
Fee on each licensed horse-racing operator.

Rate
1% of the operator’s horse-racing handle.

Payment
Remit payment by the end of the calendar month for activity during the preceding calendar month to the Alabama Department of Revenue, Business & License Tax Division, Tobacco Tax Section.

Distribution
General Fund

Store and Chain Store License

Authority
Sections 40-12-310 through 40-12-319, Code of Alabama 1975.

Basis
Any person, firm, corporation, association, or co-partnership, foreign or domestic, is required to obtain a license to operate, maintain, open, or establish any store in this state in which goods, wares, or merchandise of any kind are sold, at either retail or wholesale.
Two or more stores which are under a single or common ownership or management, if directly or indirectly owned or controlled by a single person or group having a common interest, shall be termed a chain of stores and shall be required to pay the additional license tax for each store so maintained.

Rate
1 Store $1
2-5 Stores $15 each additional store
6-10 Stores $22.50 each additional store
11-20 Stores $37.50 each additional store
More than 20 $112.50 each additional store

New businesses beginning on or after April 1 may pay one-half of the full rate for a part-year license.

Payment
Store/chain store licenses are due and payable by October 1 and delinquent on November 1. Licenses are issued by the county-issuing authority at the courthouse in the county where the principal or main store is located.

Distribution
Education Trust Fund


Authority
Sections 6-12-1 through 6-12-4 and 6-12A-1 through 6-12A-7, Code of Alabama 1975.

Basis
Provides that tobacco product manufacturers not signatory to the Master Settlement Agreement (MSA) establish a qualified escrow account, make quarterly deposits into the account based on its cigarette and roll-your-own distributions into the State, and file quarterly forms certifying the amount deposited into escrow and the number of cigarette and roll-your-own units distributed. The statute further provides for a monthly report
from tobacco distributors identifying manufacturers of cigarettes and roll-your-own tobacco who are not participating from those who are participating in the MSA and whose products were sold tax-paid in Alabama. Additionally, effective April 8, 2014, any cigarettes and roll-your own sold in a transaction not exempted from Alabama taxation by federal statute or constitution shall also be shown on the monthly report. It also provides for a yearly certification by all tobacco products manufacturers (TPMs) wishing to distribute their product in the State. All tobacco product manufacturers are required to have their name and brand(s) listed on the Directory of Cigarettes Approved for Stamping and Sale in Alabama to legally distribute their products in the State.

**Payment**
Non-participating manufacturers are to make quarterly escrow deposits by January 31, April 30, July 31, and October 31.
Amounts to be placed into the escrow fund, as adjusted for inflation, are as follows:
For 2007 and each year thereafter: $.0188482 per unit sold.

**Distribution**
Non-compliant NPM civil penalties collected by the Legal Division; distributor failure to timely file penalties and amounts collected via the NPM’s quarterly posted bond:
100% - General Fund

**Tobacco Tax**

**Authority**

**Basis**
Sale, storage, use, or distribution of tobacco products by wholesalers, retailers, and consumers.

**Rate**
67.5¢ on each package of 20 cigarettes. On other tobacco products such as cigars, filtered cigars, cigar wrappers, smoking tobacco, chewing tobacco, and snuff, rates vary, depending on weight or number of cigars received.

**Payment**
For cigarettes (state and state administered counties), tax is paid by affixing stamps. For other tobacco products, a report (state and state administered counties) shall be submitted to the state with the appropriate tax remitted.
File and remit to the Alabama Department of Revenue, Business & License Tax Division, Tobacco Tax Section, by the 20th of the month for the stamps and/or products handled during the preceding month.
In addition to state tobacco taxes, cigarettes and other tobacco products are subject to taxation at the local level.
The department administers these taxes in some counties. State administered local tobacco taxes range from $.04 to $.25 per pack of cigarettes and other tobacco products of various packages and containers and up to $.25 per package of rolling papers.
Municipal taxes, where applicable, are collected and administered by the municipality.

**Distribution**
Cigarettes
24.44% as follows:
66.67% General Fund
12.12% Bonds maturing for purpose of acquiring and constructing mental health facilities, remainder to General and Mental Health Fund
6.06% State Public Welfare Trust Fund
6.06% Bonds issued by State Parks Development Authority, remainder to State Parks Fund
9.09% IDA Bonds, Remaining to “General and Mental Health Fund”
75.56% as follows:
$2 million to counties to offset administrative expenses
Balance--General Fund for Medicaid services
Other Tobacco Products 100% – General Fund

**Transient Occupancy (Lodgings) Tax**

**Authority**
Section 40-26-1 through 40-26-21, Code of Alabama 1975.

**Basis**
Renting rooms, lodgings, or accommodations to transients in any hotel, motel, inn, tourist camp, or cabin, except where accommodations are furnished for a period of 180 continuous days or more.

**Rate**
5% in the following counties:
Blount, DeKalb, Lauderdale, Marion, Cherokee, Etowah, Lawrence, Marshall, Colbert, Franklin, Limestone, Morgan, Cullman, Jackson, Madison and Winston
4% in all other counties:
In addition to the above, several counties and municipalities levy local lodgings taxes, ranging in rate between 1% and 12%. Some of the local lodgings taxes are collected by the Department of Revenue and others are self-administered.

**Payment**
File return and remit tax to the Alabama Department of Revenue, Sales and Use Tax Division, and to the proper local authority, by the 20th of month for the preceding month’s liability.

**Distribution**
4% tax:
75% – General Fund
25% – Bureau of Tourism and Travel
1% tax:
50% - Alabama Mountain Lakes Association
50% - Respective Counties

**TVA Electric Payment**

**Authority**

**Basis**
The Tennessee Valley Authority (TVA) makes annual payments to Alabama, in lieu of taxes, under federal law 16 USC, Section 831.

**Payment**
Paid by TVA in monthly installments to the Alabama Department of Revenue, Financial Operations Section, by the first of every month.

**Distribution**
17% – State General Fund
83% – Direct-served counties
The direct-served counties’ share is allocated among the counties using formulae that analyze:
   TVA industrial/residential power sales ratios;
   Book value ratios of TVA property; and,
   Construction in counties where TVA services are provided.
Prior to fiscal year 2010, the dry (non-alcoholic) non-served counties were allocated 5% of the TVA payments and the direct-served counties were allocated 78%. Beginning with fiscal year 2010, the portion allocated to the dry non-served counties was reduced by the increase in certain liquor tax revenues, until the replacement liquor tax revenues equaled the amount of the TVA payments allocated to the dry non-served counties for fiscal year 2009. Thereafter, the portion previously allocated to the dry non-served counties is being allocated to the direct-served counties.

**Underground and Aboveground Storage Tank Trust Fund Charge**

**Authority**

**Basis**
Charge is imposed on the first withdrawal of a motor fuel from bulk and on motor fuels imported into Alabama.

**Rate**
Based on invoiced gallons in an amount which shall be not greater than $0.02 per gallon, nor less than $0.003 per gallon as determined by the Alabama Environmental Management Commission and the Trust Fund Management Board. The current rate is $0.01 per gallon.

**Payment**
File returns and remit charge to the Alabama Department of Revenue, Business & License Tax Division, Tobacco Tax Section, by the 20th of the month for the preceding month’s activity.

**Distribution**
Alabama Underground and Aboveground Trust Fund

**Unemployment Compensation Tax**

**Authority**

**Basis**
Annual earnings paid to each employee.

**Rate**
Tax is due by an employer on the first $8,000 paid to each employee during a calendar year. Rates per employee are determined under an experience rating plan. Under this plan, rates range (in 17 steps) from 0.59% to 6.19%. Special assessments may be made to support special requirements.

**Payment**
Reporting forms are mailed the last week of each quarter to all registered employers by the Department of Labor. File by end of month following close of each quarter.

**Use Tax**

**Authority**

**Basis**
Excise tax on tangible personal property purchased outside Alabama for storage, use, or other consumption in Alabama.

**Rate**
4% of selling price of general merchandise and items.
2% of selling price of mobile home set-up materials and related supplies.
2% of net trade difference of new and used automotive vehicles.  
1-1/2% of selling price of machinery used in mining and manufacturing.  
1-1/2% of net trade difference of farm machines, machinery, or equipment.  
Note: Each purchaser liable for use tax on tangible personal property is entitled to full credit for the combined amount of legally imposed sales or use taxes paid by the purchaser with respect to the same property to another state and any subdivision thereof.

Payment  
File and remit to the Alabama Department of Revenue, Sales and Use Tax Division, on the 20th day of month for the preceding month’s liability.  
Taxpayers whose total state use tax liability for the preceding calendar year averaged less than $200 per month may elect to file and pay state use tax on a calendar quarter basis (Prior approval required).  
A taxpayer whose total state use tax liability for the preceding calendar year was $10 or less may file and pay state use tax on a calendar year basis (Prior approval required).  
Quarterly and annual returns are due by the 20th of the month following the period covered by the return.

Distribution  
Education Trust Fund, except for 42% of the 2% tax on gross proceeds from sale of automotive vehicles which will go to the General Fund, and revenues from the repealed discount which go to the Foster Children’s Program and the Department of Conservation and Natural Resources. After the distribution of the 2% tax on gross proceeds from the sales of automotive vehicles and other distributions provided in Section 40-23-85, 75% of future collections from remote sellers and 53% of all current use taxes will be deposited into the General Fund. An amount sufficient to fund the Children’s Health Insurance Program (CHIP) will be distributed annually as a first charge against the amounts allocated to the General Fund under Section 40-23-85. It is the legislative intent that all amounts collected on transactions involving a seller located outside the state when the property is shipped or transported from outside the state will be considered use tax for the purpose of distribution, regardless of whether the taxes are considered sales taxes for other purposes.

Utility Gross Receipts Tax  
Authority  

Basis  
Privilege tax on every utility (electric, domestic water, natural gas, telegraph, and telephone) furnishing services in Alabama.

Rate  
Tax on utilities furnishing electricity, domestic water or natural gas:  
If monthly gross sales or gross receipts respecting a person are: The tax is:
Not more than $40,000 4% of gross sales or gross receipts  
Over $40,000 but not over $60,000 $1,600 plus 3% of excess over $40,000  
Over $60,000 $2,200 plus 2% of excess over $60,000  
Tax on utilities furnishing telegraph or telephone services:  
6% on gross sales or gross receipts

Payment  
File return and remit tax by the 20th of each month to the Alabama Department of Revenue, Sales and Use Tax Division, for the preceding month’s liability.  
Taxpayers with an average monthly tax liability of $10,000 or more during the prior calendar year, pay by the 20th of month in which liability occurs an estimated amount no less than the actual tax liability for the same month during the preceding year.
Distribution
$14,600,000 – Special Mental Health Trust Fund
Remainder – Education Trust Fund

2.2% Utility License Tax
Authority
Basis
License tax for operating a public utility (hydroelectric, water, electric, gas, other public utility, or privately owned and operated wastewater facility).
Rate
2.2% on each dollar of gross receipts.
Payment
File Form FT 5-7 with the Alabama Department of Revenue, Sales and Use Tax Division, on or before October 14, annually. Payment based on gross receipts for the preceding year due in one-fourth increments on October 1, January 1, April 1, and July 1.
Distribution
85% – Special Mental Health Fund
15% – General Fund

Wholesale Oil/Import License Fee
Authority
Basis
All diesel fuel that is sold across the rack at a terminal within this state and all diesel fuel imported into Alabama are subject to the fee.
Exemptions
Section 40-17-174
Diesel fuel exported from Alabama for which proof of export is available in the form of a terminal issued shipping document is exempt from this fee.
Transmix
Biodiesel sold to a licensed supplier at the terminal is exempt from this fee.
Rate
$.0075 per gallon of diesel fuel.
Payment
By October 14, file and remit the amount due to the Alabama Department of Revenue, Business & License Tax Division, Motor Fuels Section.
Distribution
General Fund
### Distribution of Taxes/Fees Collected by the Alabama Department of Revenue

<table>
<thead>
<tr>
<th>DIV</th>
<th>Tax Source</th>
<th>General</th>
<th>Education</th>
<th>Road &amp; Bridge</th>
<th>Counties</th>
<th>Cities</th>
<th>Mental Health</th>
<th>Health</th>
<th>Conservation</th>
<th>Human Resources</th>
<th>Other</th>
</tr>
</thead>
<tbody>
<tr>
<td>IT</td>
<td>Agents' Occupational License Tax</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>IT</td>
<td>Alabama Accountability Act</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(36)</td>
</tr>
<tr>
<td>BLT</td>
<td>Alabama Uniform Natural Minerals Tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(28)</td>
</tr>
<tr>
<td>BLT</td>
<td>Automotive Dismantler and Parts Recyclers License</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Aviation Fuel Tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(17)</td>
</tr>
<tr>
<td>MV</td>
<td>Automotive Recon/Rebuild Fee</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>IT</td>
<td>Business Privilege Tax</td>
<td>(1)</td>
<td></td>
<td></td>
<td></td>
<td>(1)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BL</td>
<td>Coal Severance Tax</td>
<td>(39)</td>
<td>(39)</td>
<td>(39)</td>
<td></td>
<td>(39)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ST</td>
<td>Contractor's Gross Receipts Tax</td>
<td>(4)</td>
<td>BAL (4)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(24)</td>
</tr>
<tr>
<td>IT</td>
<td>Corporate Income Tax</td>
<td>(4)</td>
<td>BAL (4)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>PT</td>
<td>Deeds and Assignments</td>
<td>38.46%</td>
<td>46.154%</td>
<td>15.385%</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(34)</td>
</tr>
<tr>
<td>ST</td>
<td>Dry Cleaning Trust Fund Fee</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>IT</td>
<td>Estate Tax</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>IT</td>
<td>Financial Institutions' Excise Tax</td>
<td>25%</td>
<td>25%</td>
<td>50%</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Forest Products' Severance Tax</td>
<td>(2)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>PT</td>
<td>Freight Line R.R. Equipment Companies Tax</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Gasoline Tax</td>
<td>(3)</td>
<td>(3)</td>
<td>(3)</td>
<td>(3)</td>
<td>(3)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Gasoline Aviation and Jet Fuel</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(17)</td>
</tr>
<tr>
<td>BLT</td>
<td>Hazardous Waste Fee</td>
<td>(22)</td>
<td>(22)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(22)</td>
</tr>
<tr>
<td>ST</td>
<td>Hospital Assessment for Medicaid</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(31)</td>
</tr>
<tr>
<td>ST</td>
<td>Hydro-Electric KWH Tax</td>
<td>42%</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>58%</td>
</tr>
<tr>
<td>IN</td>
<td>Illegal Drug Tax</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>IT</td>
<td>Income Tax</td>
<td>(4)</td>
<td>BAL (4)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Inspection Fee</td>
<td>(17)</td>
<td>(17)</td>
<td>(17)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(37)</td>
</tr>
<tr>
<td>MV</td>
<td>International Registration Plan</td>
<td>(13)</td>
<td>(13)</td>
<td>(13)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(18)</td>
</tr>
<tr>
<td>BLT</td>
<td>Local Solid Minerals Tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(28)</td>
</tr>
<tr>
<td>MV</td>
<td>Mandatory Liability Insurance (MLI)</td>
<td>(30)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(30)</td>
</tr>
<tr>
<td>MV</td>
<td>Manufactured Home Title and Cancellation Fee</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(36)</td>
</tr>
<tr>
<td>ST</td>
<td>Medicaid Nursing Facility Tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(21)</td>
</tr>
<tr>
<td>DIV</td>
<td>Tax Source</td>
<td>General</td>
<td>Education</td>
<td>Road &amp; Bridge</td>
<td>Counties</td>
<td>Cities</td>
<td>Mental Health</td>
<td>Health</td>
<td>Conservation</td>
<td>Human Resources</td>
<td>Other</td>
</tr>
<tr>
<td>-----</td>
<td>------------</td>
<td>---------</td>
<td>-----------</td>
<td>---------------</td>
<td>----------</td>
<td>-------</td>
<td>---------------</td>
<td>--------</td>
<td>--------------</td>
<td>----------------</td>
<td>-------</td>
</tr>
<tr>
<td>ST</td>
<td>Medicaid Pharmaceutical Services Tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Motor Carrier Fuel Tax</td>
<td></td>
<td></td>
<td></td>
<td>(16)</td>
<td>(16)</td>
<td></td>
<td></td>
<td></td>
<td>(16)</td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Motor Carrier Mileage Tax</td>
<td></td>
<td></td>
<td></td>
<td>BAL (5)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Motor Fuels (Diesel)</td>
<td></td>
<td></td>
<td></td>
<td>(27)</td>
<td>(27)</td>
<td>(27)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>MV</td>
<td>Motor Vehicle Dealer Licenses</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>MV</td>
<td>Motor Vehicle Registration Fee</td>
<td>(13)</td>
<td>(13)</td>
<td>(13)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>MV</td>
<td>Motor Vehicle Title Fee</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Oil and Gas Privilege Tax</td>
<td></td>
<td></td>
<td></td>
<td>(6)</td>
<td>(6)</td>
<td>(6)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Oil and Gas Production Tax (2%)</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Oil Lubricating Tax</td>
<td></td>
<td></td>
<td></td>
<td>(7)</td>
<td>(7)</td>
<td>(7)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Oil Wholesale License Tax</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Pari-Mutuel Pool Tax</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ST</td>
<td>Prepaid Wireless 9-1-1 Charge</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(34)</td>
</tr>
<tr>
<td>ST</td>
<td>Rental or Leasing Tax</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ST</td>
<td>Sales Tax</td>
<td>(19)</td>
<td>BAL</td>
<td>$378,000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>$1,322,000</td>
<td></td>
</tr>
<tr>
<td>IN</td>
<td>Salvage Vehicle Imporion Fee</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(15)</td>
</tr>
<tr>
<td>BLT</td>
<td>Scrap Tire Environmental Fee</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(26)</td>
</tr>
<tr>
<td>ST</td>
<td>Simplified Sellers Use Tax</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(38)</td>
</tr>
<tr>
<td>BLT</td>
<td>Solid Waste Disposal Fee</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(32)</td>
</tr>
<tr>
<td>BLT</td>
<td>State Horse Wagering Fee</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Store License</td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Tobacco Products (Cigarettes) Tax</td>
<td>66.67%</td>
<td>(29)</td>
<td>9.09% (29)</td>
<td>12.12% (29)</td>
<td>6.06% (29)</td>
<td>6.06% (29)</td>
<td>(29)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Tobacco Products (Tobacco) Tax</td>
<td></td>
<td>ALL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ST</td>
<td>Transient Occupancy (Lodgings) Tax</td>
<td>(12)</td>
<td>(12)</td>
<td>(12)</td>
<td>(12)</td>
<td>(12)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>FO</td>
<td>TVA Electric</td>
<td>BAL</td>
<td>(8)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>BLT</td>
<td>Underground and Aboveground Storage Tank Trust Fund Charge</td>
<td>(23)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>(23)</td>
<td></td>
</tr>
<tr>
<td>ST</td>
<td>Use tax</td>
<td>(20)</td>
<td>BAL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>ST</td>
<td>Utility Gross Receipts Tax</td>
<td>BAL</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>$14,600,000</td>
<td></td>
</tr>
<tr>
<td>ST</td>
<td>Utility License Tax (2.2%)</td>
<td></td>
<td></td>
<td></td>
<td>15%</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>85%</td>
<td></td>
</tr>
</tbody>
</table>
References to Distributions of Taxes/Fees

(1) A portion of the Business Privilege Tax will be distributed to each county and the remainder will go to the General Fund.

(2) 100% Special State Forestry Fund administered by the State Forestry Commission.

(3) Gasoline has a total 18-cent per gallon tax (effective October 1, 2016) levy comprised of a 7 cent levy, 5 cent supplemental levy, and a 6-cent levy. 1 & 23/100% of net collections of the 12-cent tax levy (7-cent and 5-cent supplemental tax levy) goes to Conservation (60% of the 35/100% to the State Water Safety Fund and 40% of the 35/100% to the Seafood Fund; 70/100% to the Game and Fish Fund; 60% of 18/100% to the State Water Safety Fund and 40% of the 18/100% to the Seafood Fund). The distribution to the Game and Fish Fund (70/100%) and the additional distribution to the Water Safety Fund and the Seafood Fund (18/100%) are deducted from the funds allocated to the State Road and Bridge Fund. These credits cannot diminish the allocations provided to the counties. Original 7-cent levy - 45% of net tax proceeds goes to the State Road and Bridge Fund and 55% of the net tax proceeds goes to the 67 counties of which 10% of the counties' share is distributed to the cities. Supplemental 5-cent tax - 3/5 of the net tax proceeds goes to the State Road & Bridge Fund and 2/5 is distributed as follows: 45% State Road & Bridge Fund and 55% to counties of which 10% of the counties' share is distributed to the cities. Additional 6-cent tax levy – 2/3 of net collections (45% goes to the State Road & Bridge Fund and 55% goes to counties of which 10% of the counties' share is distributed to the cities). 1/3 of net collections distributed to the Inspection Fee Fund which is further distributed by the State Treasurer as follows: 5% or no less than $175,000, whichever is greater, to the Agricultural Fund, (a) 13.87% of balance of proceeds distributed equally to the counties, (b) $408,981 distributed to Department of Transportation Public Road and Bridge Fund, (c) 2.76% of balance of proceeds allocated amount the incorporated municipalities, (d) 5% if balance of proceeds after distributions to (a) and (c) is distributed to Agricultural Fund, (e) 2 1/2% of balance of proceeds after (a), (b), (c), and (d) or no less than $87,500, whichever is greater, is distributed to the Department of Revenue, and (f) balance after (a), (b), (c), (d), and (e) is distributed to the Department of Transportation Public Road and Bridge Fund, as provided in Section 8-17-91, Code of Alabama, 1975.

(4) Portion necessary to reimburse the Property Tax Relief Fund for homestead exemptions. Balance to Education Trust Fund.

(5) Administrative cost to Public Service Commission.

(6) Onshore Production:
25%, General Fund; 75% balance distributed as follows: 66-2/3% distributed as follows: 25%, counties severed; 10%, cities severed; 50% of the first $150,000 remaining to General Fund; 42.5%, counties severed; and 7-1/2%, cities. Remainder of 66-2/3%: 84%, General Fund; 14%, counties severed, 2%, cities; 16-2/3%, General Fund; 16-2/3%, Counties severed.
Offshore Production: 90%, General Fund; 10%, counties severed.

(7) 1935 Act - 2 cents to the General Fund
1980 Act - 4 cents: 45%, State Road and Bridge Fund; 55% to counties (10% of which is distributed to the cities).

(8) TVA served counties, 75%; Dry non-TVA served counties, 5%.

(9) Mental health facility construction; balance - 30%, Health; 70%, Mental Health.

(10) Debt service of IDA bonds; balance - 36%, Health; 64%, Mental Health.

(11) At the Revenue Commissioner's discretion, the Commissioner shall cease to make deposits to the General Fund so as to maintain the trust fund in which to make payment of claims. The trust fund shall retain an amount not greater than $1,000,000. Persons dying intestate and leaving unclaimed funds: such funds go to Public School Fund.

(12) 75% of 4% tax to the General Fund.
25% of 4% tax to Alabama Bureau of Tourism and Travel.
50% of 1% tax to Alabama Mountain Lakes Association. 50% of 1% tax to Alabama Mountain Lakes
counties.

(13) Base fee distribution: 2.5% commission to licensing official, 5% Public Road & Bridge Fund, 72% Public Road & Bridge Fund, 21% City or County, 7% Cities & Counties. Additional fee distribution: 64.75% Public Road & Bridge Fund, 35.25% Counties.

(14) $0.20 monies: coal or lignite severed within police jurisdiction or municipal limits as they existed on Jan. 1, 1977: 50%, municipality where severed and 50%, county where severed. Coal or lignite severed other than within police jurisdiction or municipal limits: 100%, county where severed. $0.135 monies: State Mining Academy, State Docks Bulk Hand Facility Trust Fund, various counties and other agencies per Section 40-13-6.

(15) Administrative cost to Alabama Department of Revenue for Salvage Vehicle Inspection Program.

(16) That portion attributable to the use of gasoline shall be distributed in the manner of the gasoline tax. That portion attributable to the use of diesel fuels shall be distributed in the manner of the diesel fuels tax.

(17) Department of Transportation – Aeronautics Division.

(18) Prorated to participating states.

(19) Sales tax on automotive vehicles - 58%, Education Trust Fund; 42%, General Fund. Discount cap revenues to state parks and Foster Children Program.*

(20) Use tax on automotive vehicles - 58%, Education Trust Fund; 42%, General Fund. Discount cap revenues to Department of Conservation and Natural Resources.*

(21) Alabama Health Care Trust Fund.

(22) Distribution of funds based upon the waste type. Note: General fund distributions are also subject to a county guarantee.

$5.50 RCRA/PCB and All Other Wastes – will be used to meet the annual guarantee amount of $4.2M to the county. After the $4.2M is met, any remaining amounts are to be split 50/50 between the General Fund and the County. $1.00/ton – All to Alabama Hazardous Substance Cleanup Fund

(23) 100% to the Alabama Underground and Aboveground Trust Fund.

(24) 15% to the Pensions and Security Trust Fund.

(25) Appropriated amount for annual payment of principal and interest due to outstanding Alabama Revolving Loan Fund Authority bonds. $1.5 million to Special Education Trust and remainder to the State General Fund.

(26) 100% to the Department of Environmental Management – Scrap Tire Fund.

(27) 100% of 13 cent levy – Road and Bridge Fund

4.69% of 6 cent levy – distributed equally among the 67 counties .93% of 6 cent levy – distributed to incorporated municipalities as provided in § 8-17-91(a)(2)c

Remainder of 6 cent levy – Road and Bridge Fund

(28) Counties where severance occurs.

(29) Of 100% collected: 75.56% - Medicaid, with up to $2 million to local governments to defray the cost of obtaining and affixing stamps. Of the remaining 24.44%: 66.67% to General Fund; 9.09% to Health; 12.12% to Mental Health; 6.06% to Parks (Conservation); 6.06% to Welfare (Human Resources).

(30) From the net proceeds Revenue receives, 15% is distributed to the Alabama Peace Officers' Annuity and Benefit Fund. Administrative costs for the MLI program are paid and any remaining funds are distributed to the General Fund.

(31) 100% to Medicaid.

(32) 25% to the Alabama Recycling Fund; 25% to the Solid Waste Fund; 45% to the Alabama Department of Environmental Management; 4% Administrative Collection Allowance for owners & operators; 1% Administrative Collection Allowance for ADOR.

(33) All property taxing jurisdictions receive their proportional share of the taxes, fees, and interest upon the sale of tax delinquent property. State portion of funds: General fund receives 38.461% for costs, and interest on the costs; Education Fund receives 46.154% and Human Resources receives 15.385%
Commercial Mobile Radio Services Board and, upon the effective date of the statewide 9-1-1 charge, to the statewide 9-1-1 Board.

Additional $5.00 issuance fee is distributed to the Alabama Housing Foundation.

The Revenue Commissioner will annually distribute the funds in the Failing Schools Income Tax Credit Account, set up in the Education Trust Fund, to qualifying parents.

Inspection fee collections less refunds are distributed by the State Treasurer as follows: 5% or no less than $175,000, whichever is greater, to the Agricultural Fund, (a) 13.87% of balance of proceeds distributed equally to the counties, (b) $408,981 distributed to Department of Transportation Public Road and Bridge Fund, (c) 2.76% of balance of proceeds allocated among the incorporated municipalities, (d) 5% of balance of proceeds after distributions to (a) and (c) is distributed to Agricultural Fund, (e) 2 ½% of balance of proceeds after (a), (b), (c), and (d) or no less than $87,500, whichever is greater, is distributed to the Department of Revenue, and (f) balance after (a), (b), (c), (d), and (e) is distributed to the Department of Transportation Public Road and Bridge Fund, as provided in Section 8-17-91, Code of Alabama, 1975.

50% to the State: 75% General Fund; 25% Education Trust Fund
50% to Local Governments within the state: 25% to the Counties; 25% to the Cities.

Applied to credit of Alabama State Docks Bulk Handling Facility Trust Fund to meet annual interest and bond retirement requirements. Balance distributed as follows: $300,000, Alabama Mining Academy; $500,000, Jefferson County General Fund; $500,000, Tuscaloosa County General Fund; $200,000, Walker County Economic and Industrial Development Authority; remainder, General Fund. For the 2013-2014 fiscal year and for all fiscal years thereafter, monies remaining after payment of servicing the State Dock’s bonds, or any anticipated deficiencies in operating the docks shall be distributed as follows: $300,000 Alabama Mining Academy; 60% transferred by Department of Revenue to the general fund of the county of severance based on the ratio of the $0.135 per ton coal severance tax collections from within the county to the total coal severance tax collections, except those sent to the Walker County Economic and Industrial Development Authority; provided, however, $500,000 to the Jefferson County General Fund; $100,000, community Development Foundation, Inc.; $50,000 Marion County Community Development Association, Inc.; $50,000, West Alabama Development Association of Fayette County; $100,000, West Alabama Economic Development Association; $100,000, Winston County General Fund; remainder, General Fund.

*Effective Oct.1, 2002, the lesser of $500,000 or entire amount to Human Resources. Balance to Department of Conservation and Natural Resources.
Agency Directory for Tax Numbers

State Sales, Use, Income Tax Withholding, Rental and Lodgings Tax Numbers, Name and/or Address Changes

Request Form COM: 101 from the following address:
Alabama Department of Revenue
Central Registration Unit
50 N. Ripley Street
Room 4301 Gordon Persons Building
Montgomery, AL 36132
334-242-1170

Form COM: 101 and Electronic Combined Registration/Application are also available on the department’s web site at:
www.revenue.alabama.gov

Unemployment Compensation Tax Number

Alabama Department of Labor
Industrial Relations Building
Status Unit, Rm. 4201
649 Monroe Street
Montgomery, AL 36131
334-242-8830

Federal Employer Identification Tax Number

Internal Revenue Service
1-800-829-3676
Call and ask for Form SS-4 in order to apply for federal employer identification tax number.
## Department of Revenue Tax Calendar

<table>
<thead>
<tr>
<th>Due Date</th>
<th>Tax Activity</th>
</tr>
</thead>
<tbody>
<tr>
<td>January 1</td>
<td>Quarterly Dry Cleaning Trust Fund Fee return and payment due. Utility license (2.2%) second quarterly payment due.</td>
</tr>
<tr>
<td>10</td>
<td>Quarterly Hospital Assessment for Medicaid Tax due.</td>
</tr>
<tr>
<td><strong>Note:</strong> Act 2011-615 changed the due date of the quarterly Hospital Assessments to the tenth working day of each quarter.</td>
<td></td>
</tr>
<tr>
<td>15</td>
<td>Fourth installment of estimated personal income tax due.</td>
</tr>
<tr>
<td>20</td>
<td>Quarterly sales tax return and payment due. Annual sales tax return and payment due. Quarterly use tax return and payment due. Annual use tax return and payment due. Quarterly rental or leasing tax return and payment due. Annual rental or leasing tax return and payment due. Quarterly Solid Waste Disposal Fee return and payment due.</td>
</tr>
<tr>
<td>30</td>
<td>Quarterly forest products’ severance tax return and payment due.</td>
</tr>
<tr>
<td>31</td>
<td>Quarterly withholding return and payment due from employer. Quarterly IFTA tax return and payment due. Quarterly NPM payment due into escrow. Annual Terminal Operator return and/or payment due. Quarterly Construction Employer Fee due. Annual withholding return due.</td>
</tr>
<tr>
<td>February 10</td>
<td>Quarterly NPM certification and bank verification due.</td>
</tr>
<tr>
<td>March 1</td>
<td>Freight line equipment return due. Public utility property tax return delinquent after this date.</td>
</tr>
<tr>
<td>15</td>
<td>Corporate income tax return and information return due (for calendar-year taxpayers). Business Privilege Tax return.</td>
</tr>
<tr>
<td>22</td>
<td>Quarterly NPM bond due.</td>
</tr>
<tr>
<td>April 1</td>
<td>Annual Dry Cleaning Trust Fund Fee return and payment due by wholesalers of dry cleaning agents. Quarterly Dry Cleaning Trust Fund Fee return and payment due. Utility license (2.2%) third quarterly payment due.</td>
</tr>
<tr>
<td>10</td>
<td>Quarterly Hospital Assessment for Medicaid Tax due.</td>
</tr>
<tr>
<td>15</td>
<td>Annual NPM payment due into escrow. Estimated personal income tax and first installment due. Financial institutions’ excise tax return and payment due. Business Privilege tax return due for limited liability entities. First installment of estimated corporate income tax due (for calendar-year taxpayers).</td>
</tr>
<tr>
<td><strong>Note:</strong> Other fiscal-period taxpayers pay their corporate estimated tax on the 15th day of the fourth, sixth, ninth, and twelfth months of their tax year and file their return on the 15th day of the third month following the close of their tax year. Partnership income tax return due. Personal income tax return and payment due.</td>
<td></td>
</tr>
<tr>
<td>20</td>
<td>Quarterly sales tax return and payment due. Quarterly use tax return and payment due. Quarterly rental or leasing tax return and payment due. Quarterly Solid Waste Disposal Fee return and payment due.</td>
</tr>
<tr>
<td>30</td>
<td>Annual TPM certification due.</td>
</tr>
</tbody>
</table>
Annual NPM certification and bank verification due.
Quarterly forest products’ severance tax return and payment due.
Quarterly NPM payment due into escrow.
Quarterly withholding return and payment due from employer.
Quarterly IFTA tax return and payment due.
Quarterly Construction Employer Fee due.

May
10 Quarterly NPM certification and bank verification due.

June
15 Second installment of estimated corporate income tax due (for calendar-year taxpayers).
Second installment of estimated personal income tax due.
22 Quarterly NPM bond due.

July
1 Quarterly Dry Cleaning Trust Fund Fee return and payment due.
Utility License (2.2%) fourth quarterly payment due.
10 Quarterly Hospital Assessment for Medicaid Tax due.
20 Quarterly sales tax return and payment due.
Quarterly use tax return and payment due.
Quarterly rental or leasing tax return and payment due.
Quarterly Solid Waste Disposal Fee return and payment due.
30 Quarterly forest products’ severance tax return and payment due.
31 Quarterly NPM payment due into escrow.
Quarterly withholding return and payment due from employer.
Quarterly IFTA tax return and payment due.
Quarterly Construction Employer Fee due.

August
10 Quarterly NPM certification and bank verification due.

September
15 Third installment of estimated corporate income tax due (for calendar-year taxpayers).
Third installment of estimated personal income tax due.
21 Quarterly NPM bond due.
25 Hydroelectric gross receipts’ return and payment due.

October
1 Property tax on real and personal property due.
Automotive dismantlers and parts recyclers’ license due.
Business privilege license fee due.
Automotive dismantlers and parts recyclers' annual MV records fee due.
Quarterly Dry Cleaning Trust Fund Fee return and payment due.
Manufactured home registration and fee due.
Motor fuel identification markers issued.
Motor vehicle dealer, rebuilder, wholesaler and off-site licenses due.

Note: Effective Oct. 1, 2003, dealer license plates and manufacturer license plates will be issued through county license plate issuing officials.

Store and chain store license tax due.
Utility license (2.2%) return and first quarterly payment due.
10 Quarterly Hospital Assessment for Medicaid Tax due.
14 Annual wholesale oil/import license fee return and payment due.
20 Quarterly sales tax return and payment due.
Quarterly Solid Waste Disposal Fee return and payment due.
Quarterly use tax return and payment due.
Quarterly rental or leasing tax return and payment due.
30 Quarterly forest products’ severance tax return and payment due.
31 Quarterly NPM payment due into escrow.
Quarterly withholding return and payment due from employer.
Quarterly IFTA tax return and payment due.
Quarterly Construction Employer Fee due.
Annual business privilege licenses delinquent after this date.
Store and chain store licenses delinquent after this date.

<table>
<thead>
<tr>
<th>Date</th>
<th>Event Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>November 10</td>
<td>Quarterly NPM certification and bank verification due.</td>
</tr>
<tr>
<td>30</td>
<td>Last day to register and pay fee for manufactured homes without penalty.</td>
</tr>
<tr>
<td>December 15</td>
<td>Fourth installment of estimated corporate income tax due (for calendar-year taxpayers).</td>
</tr>
<tr>
<td>22</td>
<td>Quarterly NPM bond due.</td>
</tr>
<tr>
<td>31</td>
<td>Property tax on real and personal property delinquent after this date.</td>
</tr>
<tr>
<td></td>
<td>Expiration of the previous calendar year’s motor fuel identification markers.</td>
</tr>
<tr>
<td></td>
<td>Property Tax Assessments Delinquent after this date.</td>
</tr>
<tr>
<td></td>
<td>Last day to claim Exemptions/Abatements on Ad Valorem tax assessments.</td>
</tr>
</tbody>
</table>
### Required Monthly Returns

<table>
<thead>
<tr>
<th>Day</th>
<th>Tax Activity</th>
</tr>
</thead>
</table>
| 10   | Tobacco use tax return and payment due.  
     | Monthly Jenkins Act Report |
| 15   | Motor carrier mileage tax return and payment due.  
     | Oil and gas production tax and privilege tax return and payment due the second month following the month of production.  
     | Withholding return and payment due from those employers required to remit on a monthly basis. |
| 20   | Alabama Uniform Natural Minerals Tax return and payment due.  
     | Coal severance tax return and payment due.  
     | Coal transporters’ and purchasers’ returns due.  
     | Contractors gross receipts tax return and payment due.  
     | Inspection Fee return and payment due.  
     | Local solid minerals tax returns and payments due.  
     | Lubricating oils tax return and payment due.  
     | Medicaid-related tax return and payment due for nursing facilities.  
     | Medicaid tax return and payment due from pharmaceutical service providers.  
     | Mobile telecommunication services tax return and payment due.  
     | Pari-mutuel pool tax return and payment due.  
     | Prepaid Wireless 9-1-1 Charge return and payment due.  
     | Rental or leasing tax (state and local) return and payment due.  
     | Sales tax (state and local) return and payment due.  
     | Schedule D (NPM Cigarette Activity) report due.  
     | Scrap Tire Environmental Fee return and payment due.  
     | Simplified Sellers Use Tax  
     | Tobacco tax (state and county) return, reports and payment due.  
     | Transient Occupancy (Lodgings) tax (state and local) return and payment due.  
     | Underground and aboveground storage tank trust fund charge due.  
     | Use tax (state and local) return and payment due.  
     | Utility gross receipts tax return and payment due. |
| 22   | Blender return and payment due.  
     | Exporter return due.  
     | Importer return due.  
     | Supplier/Permissive Supplier return and payment due. |
| 30   | Hazardous waste fee return and payment due. |
| Last | State horse wagering fee return and payment due.  
     | Terminal Operator return due.  
     | Transporter return due. |
Part Three – Revenue Legislation

General Revenue Related Acts

2016 Regular Session

Act 2016-102 (HB 34)
Alabama Renewal Act
This act adds Articles 18 and 19 to Chapter 18, Title 40, of the Code of Alabama 1975, commencing with Sections 40-18-400 and 40-18-410; creates programs that provide two credits to businesses that generate growth in the state; names the credits Growing Alabama tax credit and the Port tax credit; provides caps for the credits created by this act; creates the Renewal of Alabama Commission; provides methods for claiming tax credits; provides for the promulgation of forms; and provides rulemaking authority.
*Effective Date:* July 03, 2016

Act 2016-110 (SB 233) Update to Simplified Sellers Use Tax Program
This act updates the definition of an eligible seller relating to simplified sellers use tax to state that an eligible seller may remain in the program, provided they were a participant for at least six months prior to establishing a physical presence or filing obligation, unless the seller establishes a presence through a physical business address for the purpose of making instate retail sales or established a presence through an affiliate making sales at a physical business address in Alabama; updates references to federal legislation on the enforcement of sales and use tax as it relates to eligible sellers remitting simplified sellers use tax to allow continued participation of eligible sellers in the program unless federal legislation removes current federal limitations on the ability of the Department of Revenue to enforce its sales and use tax jurisdiction on business that lack an instate physical presence.
*Effective Date:* April 4, 2016

Act 2016-111 (SB 219) Permission of Tasting of Liquor or Wine by Licensed Manufacturer or Representative held on premises of a licensed store
This act permits the tasting of liquor or wine conducted by a licensed manufacturer or its representative to be held on the premises of a store which is licensed to sell liquor for off-premises consumption only and within state liquor stores; provides that the Alabama Alcoholic Beverage Control Board shall regulate the procedure for the tasting of wine and distilled liquor.
*Effective Date:* October 1, 2016

Act 2016-127 (SB 128)
County Commission Responsible for Securing Legal Counsel for the State and County
This act amends Section 40-3-26 to provide that the county commission would be responsible for securing legal counsel for the state and county for an appeal to the circuit court when the appeal involves the valuation of property for the purpose of ad valorem tax assessment; the legal expenses of the case would be included in the budget of the county board of equalization or may be paid through a county self-insurance fund; in each case where the county commission employs its own legal counsel for a property tax case appeal, the county commission, in consultation with the local tax official, shall adopt a resolution approving the employment of the counsel; all expenses incurred by the county commission in complying with this section shall be paid from the budget of the county board of equalization as provided in Section 40-7-68; Board of trustees of the self-insurance fund created may provide legal counsel for property tax cases appealed to the circuit court.
*Effective Date:* October 1, 2016

66
Act 2016-150 (SB 180)
Establishes Alabama Transportation Safety Fund
This act creates the Alabama Transportation Safety Fund for the receipt of designated revenues, and creates the Alabama Transportation Rehabilitation and Improvement Program (ATRIP). The act provides the first $32,000,000 of the proceeds paid into the fund annually will be derived from an excise tax levy on diesel fuel. If the excise tax levy is not sufficient other proceeds paid into the fund shall be allocated. The fund will be used to maintain, improve, replace or construct state, county, and municipal roads and bridges. $500,000 shall be distributed annually to each county of the state. Of the remainder, 65.9% will be distributed to the Department of Transportation, and 34.1% will be distributed to the counties. This act automatically terminates 2 years after the effective date if no revenue is created.

Effective Date: April 26, 2016

Act 2016-188 (HB 36)
Small Business Act and Agribusiness Jobs Act
This act amends Section 40-18-321, of the Code of Alabama 1975; provides for a tax credit to Alabama small business employers that create new jobs and hire new employees that meet certain salary regulations and length of employment conditions; provides rulemaking authority; requires the Department of Revenue to implement a program promoting various tax credits for small businesses and independently owned business entities.

Effective Date: July 25, 2016

Act 2016-201 (SB 243)
Enacts the University Authority Act of 2016
This act authorizes constitutionally created public universities and public universities operating schools of medicine to form an Authority. This act also provides an Authority with the power to form university affiliates. All properties of an authority or a university affiliate, and their income, shall be exempt from any and all taxation by any governmental entity. The gross proceeds of the sale of any property used in the business or activities of an authority, or in the acquisition, construction, renovation, or equipping of any health care facilities for an authority or a university affiliate, regardless of whether the sale is made directly to an authority, university affiliate, or any contractor or agent shall be exempt from all sales and use taxes.

Effective Date: April 28, 2016

Act 2016-246 (HB 15)
LifeSouth Community Blood Centers Sales and Use Tax Exemption
This act exempts LifeSouth Community Blood Centers from the payment of all state, county, and municipal sales and use taxes.

Effective Date: August 1, 2016

Act 2016-267 (HB 311)
Tax Increment Districts Relating to Major 21st Century Manufacturing Zone Act
This act proposes a Constitutional amendment to allow a municipality or county to dispose of any property related to a Tax Increment District, located in a Major 21st Century Manufacturing Zone, for the consideration determined at the sole discretion of the municipality or county; consideration received would be used for the redevelopment, rehabilitation, or conservation of property disposed of, to or for the benefit of private interest with funds collected from such tax increment district, and without regard to Sections 93 and 94 of the Constitution of Alabama of 1901; and to ratify, affirm, and validate the Major 21st Century Manufacturing Zone Act; Tax Increment District related properties can only be disposed of for a consideration that is not less than market value as determined by one or more independent appraisals of the property.

Effective Date: CA; November 8, 2016
Act 2016-280 (HB 400)
Financial Institution Excise Tax Credits
This act limits all Financial Institution Excise Tax credits, with the exception of the sales tax credits, to be applied to the state portion only of their excise tax liability; allows the sales tax credit to continue to offset the entire liability of the Financial Institutions.
Effective Date: May 10, 2016

Act 2016-283 (HB 451)
Multistate Tax Commission Apportionment (Optional)
This act removes conformity language, codified in 40-16-4; allows the State of Alabama the option to adopt the Multistate Tax Commission’s model rules for apportionment and allocation of Financial Institutions operating in multiple states.
Effective Date: May 03, 2016

Act 2016-299 (HB 191) Extension of Private Hospital Assessment
This act extends the private hospital assessment and Medicaid funding program for fiscal year 2017; changes the base year calculations of the assessment fee from fiscal year 2011 to fiscal year 2014; if approved by the Centers for Medicare and Medicaid Services, the use of certified public expenditures for inpatient and outpatient public hospital services are discontinued at the end of fiscal year 2016 and provides that all federal matching funds for public hospital payments be made through intergovernmental transfers; requires that Medicaid payments to hospitals for inpatient and outpatient services equal the upper payment limit submitted and approved by Centers for Medicare and Medicaid Services and provides that the assessment imposed shall not take effect or shall cease to be imposed if hospital reimbursement rates are less than rates approved by Centers for Medicare and Medicaid Services.
Effective Date: October 1, 2016

Act 2016-314 (SB 90)
Apprenticeship Tax Credit
This act creates the Apprenticeship Tax Credit that provides a one thousand dollar income tax credit for employers that employ an apprentice; limits employers to five apprentice credits per year; also limits credit availability for an individual apprentice to no more than four years; provides a cumulative cap of three million dollars; mandates apprentice tax credit to sunset in 2021.
Effective Date: May 10, 2016

Act 2016-321 (SB 312)
Amendment to the Alabama Jobs Act
This act amends sections 40-18-370 and 40-18-376.2, Code of Alabama 1975, relating to the Alabama Jobs Act; provides companies that employ eligible employees by or through a qualifying project located within a former active duty military installation closed by the Base Realignment and Closure process an additional jobs credit.
Effective Date: May 10, 2016

Act 2016-339 (HB 94) Disabled Veteran License Plate Fee Exemption or Reduction
This act authorizes a disabled veteran, whom is eligible for an exemption or reduction from motor vehicle license tax and registration fees, to obtain a license plate in any license plate category in which the veteran is otherwise qualified; the exemption and/or reduction in fees would be applied to the selected license plate categories, however, an additional fee for a distinctive or personalized license plate would still be required.
Effective Date: January 1, 2017
Act 2016-345 (HB 109)
State Income Tax Deduction for Contributions Made to Health Savings Account
This act adds a new section 40-18-15.6 to the Code of Alabama, 1975 that allows an income tax deduction for contributions made to a health saving account; all contributions made to such an account on or after January 1, 2017, will be allowed as a deduction from income tax; the deduction will mirror the deduction currently allowed for Federal purposes under 26 USC 223.
*Effective Date:* Taxable Year Beginning December 31, 2017

Act 2016-351 (HB 215)
Qualifications of Volunteer Fire Departments
This act amends Section 9-3-17, Code of Alabama, 1975, to redefine the qualifications of a volunteer fire department; authorizes the Forestry Commission to certify all departments that meet certain specified minimum requirements for certification; authorizes the Forestry Commission to decertify any department that does not continue to meet minimum requirements for certification and actively respond to emergency; provides the procedures to decertify departments; authorizes the Forestry Commission to adopt rules necessary to establish a procedure for certification and decertification of volunteer fire departments.
*Effective Date:* August 1, 2016

Act 2016-355 (HB 246) Stop Domestic Violence Distinctive License Plate
This act provides for the issuance of a Stop Domestic Violence distinctive license plate; provides for an annual additional fee of $50 for the distinctive plate; provides for the distribution of the net proceeds from the sale of the plates shall be distributed to the office of the district attorney for the county in which the license plate was issued for the use and benefit of domestic violence prevention programs.
*Effective Date:* January 1, 2017

Act 2016-358 (HB 280) Updates to Involuntary Transfers of Motor Vehicles and Clarification of Abandoned Motor Vehicle Act 2015-470 of the 2015 Regular Session
This act updates involuntary transfers of motor vehicles to provide that a notice of action must be provided to the Department of Revenue at least 35 calendar days prior to date of transfer; notice shall include: contact information for person/entity filing the notice; motor vehicle VIN, make, year, and model; date, time and location of the transfer; notice is not applicable to divorce decrees; a motor vehicle transferred pursuant to documents creating a lien or other security interest in the motor vehicle does not require an involuntary transfer notice to the Department. Department shall maintain and index public records of such involuntary transfers and provide lists of VINs; removes antiquated language from the code and updates the language with title requirements based on the motor vehicle age; updates title exemptions to include those promulgated by rule authority to include low speed vehicles, defined as motor vehicles with a top speed no greater than 25 mph, gross vehicle weight of less than 3,000 pounds and complies with CFR safety standards and also motor driven cycles as defined in Section 32-1-1.1, every motorcycle, including every motor scooter, with a motor which produces not to exceed five brake horsepower nor to exceed 150 cubic centimeter engine displacement and weighs less than 200 pounds fully equipped, and every bicycle with a motor attached; clarifies that Act 2015-470 of the 2015 Regular Session, only applies to the sale of an abandoned motor vehicle for which notice of the sale is published on or after July 1, 2016, all other abandoned motor vehicles which have been purchased must make application for certificate of title prior to January 1, 2017, if after, the application shall be subject to Section 32-8-36(2), Code of Alabama 1975.
*Effective Date:* Section 1 of this act will become effective on January 1, 2017; Section 2 will become effective July 1, 2016
Act 2016-361 (HB 327) Mandatory Liability Insurance, Enforcement and Civil Penalties
This act provides for the civil enforcement of the Mandatory Motor Vehicle Liability Insurance Law; allows the Alabama State Law Enforcement Agency to develop procedures for the agency to review each motor vehicle incident to determine if the driver of the vehicle involved was given a citation for failure to comply with the Mandatory Motor Vehicle Liability Insurance Law (MLI); if it is determined that the driver was not given a citation for failure to comply with the MLI law, the agency can make a determination whether the vehicle was insured at the time of the incident; if ALEA is unable to determine compliance, a civil penalty will be assessed to the driver for failure to comply; assessment may not be made more than six months after a motor vehicle incident; if the person fails to pay the civil penalty or apply for an appeal, the person's driver's license shall be suspended for 90 days and the civil penalty will be final. ALEA may provide by rule a hearing procedure and procedures for the administrative resolution of the notice of assessment; proceeds shall be deposited to the Highway Traffic Safety Fund on a monthly basis, and net proceeds distributed as 33 1/3 percent to Motor Vehicle Replacement Fund, 60 1/3 percent to Highway Traffic Safety Fund and 6 1/3 percent to Alabama Peace Officer's Annuity and Benefit Fund.
Effective Date: August 1, 2016

Act 2016 – 389 (SB 208) Agencies Required to Report Certain Information to Legislature
This act requires that all agencies, administering any economic tax incentive, make reports to the Legislature annually; beginning with the 2018 Regular Legislative Session. An economic tax incentive is defined as any credits, deductions, exemptions, abatements, preferential rates, or rebates given as an economic incentive. The Department of Revenue is required to provide other reporting agencies with the amount of tax information necessary for such agency to make the required report. In addition, the Department will be responsible for developing a format for these reports.
Effective Date: May 12, 2016

Act 2016-392 (SB 248) Window Tint, Medical Exemption for Light-Sensitive Porphyria
This act provides that the medical exemption from the window tinting law applies to the top six inches of a motor vehicle windshield unless otherwise prescribed by the Alabama State Law Enforcement Agency or by a physician requesting the medical exemption on behalf of a patient diagnosed with light-sensitive porphyria; provides the issuance of a decal to be placed on the windshield of a motor vehicle of an exempt person.
Effective Date: August 1, 2016

Act 2016-403 (HB 201) Division of Tax Proceeds from Abatements
This act provides that in situations where an abatement is granted and the granting party receives any payment, contribution, or other financial or in-kind award from private user or related party, the payment, contribution, or in-kind award shall be divided between the county and municipality whose taxes were abated based upon the tax proceeds which would have been paid if not abated; allows any county or municipality whose taxes are subject to abatement as provided in this chapter, by resolution adopted by affirmative vote of a majority of its members, elect to waive the requirements of this subsection.
Effective Date: August 1, 2016

Act 2016-405 (HB 169) Authorizes Abatement of County Taxes When Authorized
This act amends Section 40-9B-5; specifies that the municipalities and public industrial authorities can make abatements to county taxes only if the corresponding municipal tax is abated, or if the governing body of the county has authorized the public industrial authority or the municipality to abate the county tax.
Effective Date: May 13, 2016
Act 2016-406 (SB 335)  
**Provides Requirements for Private Auditing or Collecting Firms Operating Under a Contract or Arrangement with a Self-Administered County or Municipality**  
This act amends Section 40-2A-3 to further define Private Auditing or Collecting Firm. It also amends Section 40-2A-6 to provide that the state or any county or municipal governing authority may not enter into any contract for the examination of a taxpayer’s books and records, with a private auditing or collecting firm, if any part of the compensation or other benefits paid or payable to the private firm is contingent upon or in any manner related to the amount assessed against or collected from the taxpayer. This act amends Section 40-2A-12 to provide that a contract between a self-administered municipality or county and a private auditing or collecting firm executed on or after October 1, 2016 may be terminated by either party giving a 90 day written notice. This act amends Section 40-2A-13 to provide that a copy of the contract between a self-administered municipality or county and a private auditing or collecting firm, and a statement as to whether the municipality or county has elected out of the tax tribunal must be provided to a taxpayer upon first contact. It also provides that a self-administered municipality or county which has chosen to opt-out of participation in the Alabama Tax Tribunal shall retain the services of an independent hearing or appeals officer. A final assessment or forced collection action based upon an audit conducted by a private auditing or collecting firm must be signed by a public official or employee designated by the self-administered county or municipality. The act amends Section 40-2A-15 to require a minimum education standard of a bachelor’s degree in accounting from an accredited university or college, as well as require a customer relations course to be instituted as part of the examiner certification program. It also provides that the Alabama Local Tax Institute of Standards and Training create a hotline no later than January 1, 2017 for taxpayers to submit complaints related to the auditing or collection activities of a private auditing or collecting firm.  
*Effective Date:* January 1, 2017

Act 2016-408 (SB 163) State Parks Distinctive License Plate; Silver Star Distinctive License Plate; Clarification of Fee Exclusions and Act 2015-362  
This act provides for the issuance of a State Parks distinctive license plate, provides for an annual additional fee of $50 for the distinctive plate; provides for the distribution of the net proceeds from the sale of the plates be distributed for the use and benefit of the State Park System; this act also provides for the issuance of a Silver Star distinctive license plate which may be issued to any resident who is a recipient of the Silver Star; provides for a reduction in the additional annual fee to $25; this act further provides an exclusion from the additional $5 fee to veteran, military and replacement license plates; further clarifies the exemption for the Alabama Bicentennial plates, God Bless America plates and Alabama Gold Star Family plates from the additional annual fee of $50 based on Act 2015-362; provides an exclusion from the $5 fee for John L. Buskey Senior Meal Programs for Children’s Trust Fund plates, Support the Arts plates, Alabama Cattlemen’s Foundation plates, Alabama Association of Realtors plates, Alabama Wildlife Federation plates, God Bless America personalized plates, State Law Enforcement Memorial plates, and Ducks Unlimited plates; provides exclusion from additional fee distribution levied in Section 32-6-68, Code of Alabama 1975 for two-year and four-year colleges and universities, private four-year colleges or universities, and Environmental distinctive tag plates.  
*Effective Date:* Section 1 of this act shall be effective January 1, 2017; Sections 2 and 3 shall be effective August 1, 2016

Act 2016-409 (SB 262) Transportation Network Companies Motor Vehicle Liability Insurance Requirements  
This act provides insurance specifications for personal vehicles being operated for hire under a transportation network company (TNC), an entity licensed and operated in this state that uses a digital network to connect a TNC rider to a TNC driver who provides a prearranged ride; a prearranged ride does not include a shared expense car-pool, the use of a taxicab, limousine, or other for hire vehicles, or a regional transportation company or licensed motor carrier; requires that a TNC driver or a TNC on behalf of the TNC driver shall
maintain primary automobile insurance that recognizes the driver is a TNC driver and covers the driver while the TNC driver is logged onto the digital network of a TNC and while the TNC driver is engaged in a prearranged ride; requires primary automobile liability insurance in the amount of at least $50,000 for death and bodily injury per person, $100,000 for death and bodily injury per incident, and $25,000 for property damage while a participating TNC driver is logged on to the digital network of a TNC and is available to receive transportation requests but is not engaged in a prearranged ride; in addition, all other state mandated coverage for motor vehicles; coverage can be satisfied by insurance maintained by the TNC driver or by the TNC; if insurance maintained by a TNC driver has lapsed or does not provide the required coverage, insurance maintained by a TNC shall provide the coverage required by this act beginning with the first $1 of a claim and shall have the duty to defend the claim; insurance required may be placed with an insurer licensed under state law or with a surplus lines insurer eligible under state law that has a credit rating of no less than A- from A.M. Best or A from Demotech or a similar rating from another rating agency recognized by the department of insurance; insurance satisfying shall satisfy the financial responsibility requirements under the Motor Vehicle Safety-Responsibility Act, Chapter 7, Title 32, Code of Alabama 1975; TNC driver is to carry proof of coverage satisfying this act at all times during use of a vehicle in connection with the use of a digital network of a TNC.

*Effective Date:* August 1, 2016

**Act 2016-412 (SB 263) Amending Individual and Corporate Income Filing dates**

This act amends Sections 40-18-27, 40-18-39, and 40-18-42 of the Code of Alabama 1975; conforms the due dates of certain state income tax returns to correspond to the due dates of federal income tax returns; provides that a payment must be made on or before the due date of a return.

*Effective Date:* Tax year beginning on or after January 01, 2016
Local Revenue Related Acts
2016 Regular Session

Act 2016-16 (SB 08)
Randolph County Ad Valorem Tax Distributed to Randolph County Health Care Authority
This act relating to Randolph County, allows the proceeds from any ad valorem tax distributed to the Randolph Health Care Authority to be utilized to fund the pensions of the individuals who are retired from the health care authority; any remaining proceeds from the ad valorem tax may be used at the discretion of the authority.
*Effective Date:* February 23, 2016

Act 2016-53 (HB 18)
Dale County Service of Process Fee
This act establishes a service of process fee for the service or attempted service of documents by the Dale County Sheriff's Office in the civil and criminal divisions of the circuit and district court; imposes a fee of $25 per document for matters pending or to be commenced in a court of Dale county; imposes a fee of $50 per document will be imposed for matters pending or to be commenced in a court outside of Dale county; provides for the distribution of the fees by establishing the Dale County Sheriff's Service of Process Fee Fund.
*Effective Date:* April 1, 2016

Act 2016-70 (SB 110)
Proceeds from Bingo Games in Calhoun County Designated for Charitable or Education Purposes
This act amends Section 45-8-150.07 to provide that no less than 10% of the adjusted gross proceeds from bingo games in Calhoun County be designated for charitable or educational purposes. Adjusted gross proceeds is defined as “gross proceeds less prize payouts.” This act also amends Section 40-8-150.08 to increase the maximum amount of prize money that may be paid in one week to not more than one million dollars.
*Effective Date:* March 7, 2016

Act 2016-85 (HB 93)
Investing Escambia Oil and Gas Severance Trust Monies
This act amends Section 45-27-246.30, of the Code of Alabama, 1975 by removing the restriction of investing the Escambia Oil and Gas Severance Trust monies in banks whose principal office is located in the state of Alabama.
*Effective Date:* March 14, 2016

Act 2016-104 (HB 229)
Choctaw County Service of Process Fee
This act establishes a service of process fee for the service or attempted service of documents by the Choctaw County Sheriff's Office in the civil and criminal divisions of the circuit and district court; imposes a fee of $25 per document for matters pending or to be commenced in a court of Choctaw County; imposes a fee of $50 per document for matters pending or to be commenced in a court outside of Choctaw County; provides for the distribution of the fees by establishing the Choctaw County Sheriff's Law Enforcement Fund.
*Effective Date:* November 8, 2016

Act 2016-196 (HB 436)
Authorizes Blount County to Levy an Additional Sales and Use Tax
This act authorizes Blount County, upon approval of a majority of the electorate, to levy an additional sales and use tax of up to 1% on categories defined as general, amusement, and vending.
*Effective Date:* Contingent upon voter approval
Act 2016-221 (HB 26)
Shelby County Probate Recording Fees
This act relating to Shelby County provides for a special recording fee to be collected by the judge of probate with respect to each real property instrument and each personal property instrument filed for record in the probate judge’s office.
Effective Date: July 1, 2016

Act 2016-227 (HB 357)
Recordation of Documents in Coosa County
This act authorizes the Judge of Probate of Coosa County to electronically record all documents that are filed, or have been previously filed, with that office.
Effective Date: July 1, 2016

Act 2016-230 (HB 417)
Distribution of Fees to the North Sumter Day Center
This act relates to Sumter County; provides further for the distribution of the proceeds of the fees relating to the North Sumter Day Center.
Effective Date: May 1, 2016

Act 2016-231 (HB 418)
Sumter County Additional Ad Valorem Tax Providing for Referendum
This act proposes a constitutional amendment to levy an ad valorem tax in the amount of six mills on each dollar of taxable property in the Sumter County; the revenue collected from the additional tax would be paid to the city general fund to be distributed as specified in the act.
Effective Date: April 28, 2016

Act 2016-234 (HB 492)
Authorizes Chambers County to Levy Additional Sales and Use Tax in Areas of the County Outside of Municipal Corporate Limits
This act authorizes Chambers County to levy and collect an additional sales and use tax on the categories of general, automotive vehicles, agricultural machinery, and manufacturing machinery. The act provides that the maximum general tax rate may not exceed the lowest municipal rate collected in the City of LaFayette, City of Lanett, or City of Valley for areas in the county outside the corporate limits of Lanett, Valley, LaFayette, Waverly, and Five Points. This rate is currently 4%. This act also provides a 2% tax rate for automotive vehicles, manufacturing machinery, and agricultural equipment. The additional sales and use tax rates in the county outside the corporate limits of Lanett, Valley, LaFayette, Waverly, and Five Points, but within the respective police jurisdictions shall be one-half the corresponding municipal rate.
Effective Date: April 28, 2016

Act 2016-249 (HB 348)
Amendment to the Effective Date of the Tuscaloosa County Road Improvement Commission
This act amends Section 3 of Act 2015-202 which provides for the effective date for Section 1 and Section 2 of the act. This act provides that Section 2 of Act 2015-202, creating the Tuscaloosa County Road Improvement Commission, shall become effective immediately upon the enactment of the amendatory act.
Effective Date: May 3, 2016
Act 2016-250 (HB 470)
Autauga County Transfer of Duties, Liabilities of Real Estate Properties from Probate Judge to Revenue Commissioner
This act relating to Autauga County, would transfer all duties, responsibilities, and liabilities regarding real estate sales for failure to pay taxes and any subsequent redemptions from the Judge of Probate to the revenue commissioner.
*Effective Date:* October, 1, 2016

Act 2016-263 (SB 384)
Tallapoosa County Support for the Volunteer Fire Protection Services
This act relating to Tallapoosa County, provides for the support of volunteer fire protection services and emergency medical services within Tallassee Fire District by levying a fire protection service fee on certain owners of dwellings and commercial buildings within the District; provides that the fees shall be collected, administered, and enforced in the same manner, and under the same requirements and laws, as the ad valorem taxes of this state; the proceeds of the fee shall be paid into a special fire services fund with three percent of the fees collected being retained by the Tallapoosa County Commission for cost of collections.
*Effective Date:* May 3, 2016

Act 2016-266 (SB 415)
Autauga County Door to Door Salesman Fees
This act relates to Autauga County; requires persons engaged in door to door sales for profit have a state transient business license, governed by either Section 40-12-172 or 40-12-174, Code of Alabama, 1975, and a county business license issued by the Commissioner of Licenses; requires any person involved in door to door sales to provide the Commissioner of Licenses personal information for criminal background checks and to check if the person is required to register as a sex offender; provides that the door to door sales person wear an identification badge, have their vehicle marked on both sides with a 24" x 30" sign, and sales be between 8:00 am and sunset; exempts certain persons from the provisions of this act; salesman in violation of these provisions will be subject to a civil penalty of $50 for the first violation and $100 for each subsequent violation; requires a new license for all businesses in Autauga County in the amount between $10 and $100; provides for a citation fee of $7 for anyone not purchasing this license.
*Effective Date:* August 1, 2016

Act 2016-286 (HB 479)
Wilcox County Service of Process Fee
This act provides further for the service of process in Wilcox County; creates the Wilcox County Sheriff Service of Process Serving Fund; provides that the sheriff may contract with or enter into an agreement with a private, public, or governmental entity for the purpose of service of process, except for warrants for arrest; imposes a $30 fee for service of civil or criminal documents; provides for the disposition of the funds.
*Effective Date:* August 1, 2016

Act 2016-290 (HB 516)
Alters Boundaries of the City of Spanish Fort
This act alters the boundaries of Spanish Fort to include all territory currently within the corporate limits of Spanish Fort and also certain other territory. This act also removes certain territory from the corporate limits of the City of Daphne that are within the territory included in the altered boundaries of the City of Spanish Fort.
*Effective Date:* May 10, 2016
Act 2016-364 (HB 343)
Imposes a Service of Process Fee for Documents Personally Served for Matters in the Family and Juvenile Court in Houston County
Relating to Houston County; this act amends Section 45-35-235, Code of Alabama, 1975 to include the Family and Juvenile Court in the provision that imposes a service of process fee; imposed a fee of $25 for service or attempted service of process on each document requiring personal service of process by the Sheriff of Houston County.
*Effective Date:* August 1, 2016

Act 2016-368 (HB 374)
Redistribution of Etowah County Lodgings Tax Proceeds
This act redistributes the lodgings tax proceeds distributed to Etowah County Commission pursuant to Section 40-26-20. These proceeds are to be distributed to the Etowah County Mega sports Complex Authority.
*Effective Date:* May 11, 2016

Act 2016-369 (HB 521)
Tallapoosa County Volunteer Fire Protection and Emergency Medical Services
Relating to Tallapoosa County; provides for the support of volunteer fire protection services and emergency medical services by levying a protection service fee of $50 per year on owners of residential dwellings and a $100 per year fire protection and emergency medical services fee on owners of commercial buildings; provides for an exemption of the fire protection and emergency medical fee to certain persons; provides for the collection of the fee and distribution of the funds derived from the fee.
*Effective Date:* May 11, 2016

Act 2016-370 (HB 528)
Provides for the Distribution of Certain Etowah County Lodgings Tax Proceeds
The act provides for the distribution of the first $491,000 of the annual proceeds of any lodging tax due to Etowah County, beginning October 1, 2016, be paid into the county treasury and distributed to the Etowah County Tourism Board. The remaining portion of the proceeds shall be distributed to the Etowah County Mega Sports Complex Authority.
*Effective Date:* May 11, 2016
General Revenue Related Acts
2016 First Special Session

Act 2016-469 (HB36)
Establishes the Alabama Economic Settlement Authority
This act creates the Alabama Economic Settlement Authority, a public corporation, which authorizes the issuance of bonds by authority payable from the settlement of BP Oil Spill for deposits to Alabama Trust Fund ($238,434,126) including General Fund Rainy Day Account ($161,565,874); allocates $15,000,000 & $105,000,000 in fiscal years 2017 and 2018, respectively for Medicaid; no less than $4,000,000 allotted for federal matching funds to provide outpatient dialysis care; creates BP Settlement Fund; provides for the terms of the bonds and their sale; designates the remaining proceeds, not exceeding $120,000,000, to supplement existing State, Federal or local transportation projects to be distributed $65,000,000 to the Alabama Department of Transportation District 91 of the Southwest Region for Highway 98/158 from the Mississippi state line to Interstate 65; and $55,000,000 to the Alabama Department of Transportation District 92 of the Southwest Region; appropriates the first $70,000,000 in funds received by the state from any negotiated settlements to Medicaid; any remaining proceeds designated to repay the Alabama Trust Fund for amounts transferred to the State General Fund in fiscal years 2013, 2014, and 2015; provides procedures for incorporating the authority as well as members, officers, and directors of the authority; provides state income and property tax exemptions for all the income and property, as well as bonds or interest paid on such bonds, of the authority, along with all conveyances and all instruments by and to the authority; provides license, excise, and privilege tax exemptions; creates a special fund to be known as the "BP Settlement Fund", and provides for deposits into and withdrawals from the fund; modified repayment schedule for remaining amounts owed to the Alabama Trust Fund pursuant to the People's Trust Act.
Effective Date: September 8, 2016
Local Revenue Related Acts  
2016 First Special Session

Act 2016-446 (HB 03)  
Amends the Distribution of the Existing Baldwin County Privilege License Tax  
This act amends the current distribution of the existing Baldwin County privilege license tax on the leasing of tangible personal property and establishes the Baldwin County Capital Fund. Distribution of tax proceeds, as amended by Act 2016-446 should be distributed as 75% County General Fund with $150,000 to Baldwin County Legislative Office; 12.5% Baldwin County Fund for Historic Blakely Authority; 12.5% Baldwin County Community Capital Fund.  
*Effective Date:* October 1, 2016

Act 2016-465 (SB 01)  
Repeals the Randolph County Industrial Development Council  
This act repeals the Randolph County Industrial Development Council, established by Act 2001-425; all funds from the council including, but not limited to, the portion of the additional tobacco taxes levied by Act 2003-213, shall be placed in a fund in the office of the county commission; authorizes the county commission to use the funds to make payments due on the indebtedness incurred by the Randolph County Industrial Development Council until such time a new council is established by the Legislature.  
*Effective Date:* September 30, 2016

Act 2016-448 (HB 24)  
Provides the Merging of the Lawrence Co. Revenue Commissioner Office Budgetary Operations  
This act allows the Lawrence County Revenue Commissioner to take actions to merge the budgetary operations of the Revenue Commissioner's office; the expenses shall be financed on a pro rata basis from the proceeds of any state, county, and municipal ad valorem taxes collected in the county.  
*Effective Date:* August 30, 2016