

**ALABAMA DEPARTMENT OF REVENUE - SALES AND USE TAX RULES**  
**Code of Alabama 1975, Sections 40-23-31 and 40-23-83**

**810-6-3-.73. Warranty Parts - Manufacturer's Warranty.**

When dealers or distributors use parts taken from stocks owned by them in making repairs without charge for such parts to the owner of the property repaired pursuant to warranty agreements entered into by manufacturers, such use does not constitute taxable sales to the manufacturers, distributors, or to the dealers. (Section 40-23-4(a)(18)) (Adopted March 9, 1961, amended October 18, 1961, readopted through APA effective October 1, 1982)