



ACT #2025 - 280

1 HB191
2 W6QR95E-2
3 By Representatives Baker, Wood (D)
4 RFD: County and Municipal Government
5 First Read: 05-Feb-25





HB191 Enrolled

Enrolled, An Act,

Regarding sales and use tax; to establish conditions
for exemption of county or municipal sales and use tax.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. (a) Notwithstanding any other laws to the
contrary, any law that enacts or amends a sales and use tax
exemption shall apply only to state sales and use taxes and
shall not apply to county or municipal sales and use taxes,
unless all of the following are satisfied:

(1) The law provides for exemption of county or
municipal sales and use tax.

(2) The exemption is approved by resolution or
ordinance of the county or municipality. The resolution or
ordinance must include all of the following provisions:

a. An effective date of September 1 of a given year for
the exemption.

b. The duration of the exemption, which must be in
fiscal year increments or in perpetuity.

(3) The county commission or municipality provides
notice of the resolution or ordinance to the Alabama
Department of Revenue by July 1 prior to the effective date of
the exemption.

(b) A county or municipality may rescind a county or
municipal sales and use tax exemption by resolution or
ordinance provided both of the following conditions are met:

(1) The rescission is effective beginning on September
1 of a given fiscal year.



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(2) The county commission or municipality provides notice of the resolution or ordinance to the Alabama Department of Revenue by July 1 prior to the effective date of the rescission.

(c) (1) This act does not amend, repeal, or supersede any general law enacted prior to the effective date of this act that provides an exemption from county or municipal sales and use taxes, if the law does not require adoption of a resolution or ordinance by the county or municipality for the county or municipal sales and use tax exemption to become effective.

(2) Notwithstanding any other law to the contrary, a county or municipality may not adopt a resolution or ordinance providing a county or municipal sales or use tax exemption pursuant to a general law enacted prior to the effective date of this act, unless the county or municipality complies with subdivisions (a) (2) and (a) (3).

(3) Notwithstanding any other law to the contrary, any county or municipal sales or use tax exemption adopted by a county or municipality pursuant to a general law enacted prior to the effective date of this act shall cease to be effective beginning September 1, 2025, unless the county or municipality complies with subdivisions (a) (2) and (a) (3).

(d) The department shall publish and maintain a listing of county and municipal sales and use tax exemptions adopted as provided by this section.

(e) The department may adopt rules to administer and implement this section.



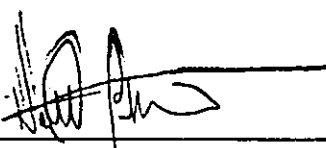
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57 (f) This section shall not be construed to modify or
58 supersede the process by which certificates of exemption from
59 state and local sales and use taxes are issued pursuant to
60 Section 40-9-14.1, Code of Alabama 1975.

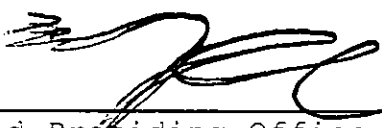
61 Section 2. This act shall become effective immediately.



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Speaker of the House of Representatives



President and Presiding Officer of the Senate

House of Representatives

I hereby certify that the within Act originated in and
was passed by the House 13-Feb-25, as amended.

John Treadwell
Clerk

Senate	<u>08-Apr-25</u>	Amended and Passed
House	<u>24-Apr-25</u>	Concurred in Senate Amendment

APPROVED

TIME



GOVERNOR

Alabama Secretary Of State

Act Num....: 2025-280
Bill Num...: H-191

Recv'd 05/06/25 02:53pmKCW

ORIGINAL

House Bill No. 191Project No. W60895E-1

Prefile Date _____

SPONSOR		DIST. NO.
1 <u>Baker</u>		<u>66</u>
CO-SPONSORS		
2 <u>Wood</u> <u>38</u>	28	
3	29	
4	30	
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HOUSE ACTION

DATE: 2-5 2025
RD 1 RFD C+MG

REPORT OF STANDING COMMITTEE

This bill having been referred by the House to its standing committee on C+MG was acted upon by such committee in session, and returned therefrom to the House with the recommendation that it be Passed, w/amend(s) _____ w/sub _____ this 12th day of February, 2025.
Chair

DATE: 2-12 2025
RF _____ RD 2 CAL _____

DATE: _____ 20____
RE-REFERRED ☐ RE-COMMITTED ☐
Committee _____

DATE: _____ 20____
RE-REFERRED ☐ RE-COMMITTED ☐
Committee _____

I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill, HB 191.
YEAS 102 NAYS 0

JOHN TREADWELL,
Clerk

FURTHER HOUSE ACTION (OVER)

SENATE ACTION W/C+MG

DATE: 2-18 2025
RD 1 RFD C+MG

This Bill was referred to the Standing Committee of the Senate on C+MG and was acted upon by such Committee in session and is by order of the Committee returned therefrom with a favorable report w/amd(s) 1 w/sub 0 w/eng sub 0 by a vote of yeas 6 nays 0 abstain 0 this 4th day of March, 2025.
Chair

DATE: 3-4 2025
RF FAU RD2 ☒ CAL ☐

I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill, HB 191.
YEAS 33 NAYS 0

PATRICK HARRIS,
Secretary

DATE: 4-8-25 RD 3 at length
PASSED ☐ PASSED AS AMENDED ☒

YEAS 33 NAYS 0
And was ordered returned forthwith to the House
PATRICK HARRIS,
Secretary

DATE: _____ 20____
INDEFINITELY POSTPONED YEAS NAYS

DATE: _____ 20____
RECONSIDERED YEAS NAYS

FURTHER SENATE ACTION (OVER)