

1 HB462  
2 137070-4  
3 By Representative Wren  
4 RFD: Ways and Means Education  
5 First Read: 01-MAR-12

1 ENGROSSED

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4 A BILL  
5 TO BE ENTITLED  
6 AN ACT  
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8 Relating to incentives for the use of motor vehicles  
9 powered by compressed natural gas (CNG) or propane gas; to  
10 provide state income tax credits for the costs of conversion  
11 of motor vehicles or incremental costs of purchasing CNG or  
12 propane gas powered motor vehicles.

13 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

14 Section 1. (a) The following state income tax  
15 credits shall apply for tax years 2012 to 2017, inclusive,  
16 relating to motor vehicles using compressed natural gas (CNG)  
17 or propane gas fuel:

18 (1) Up to ~~75~~ 30 percent of the incremental cost of  
19 purchasing a motor vehicle powered by CNG or propane gas over  
20 the cost of purchasing a non-CNG or a non-propane gas powered  
21 vehicle.

22 (2) Up to ~~75~~ 30 percent of the costs of converting a  
23 motor vehicle for CNG or propane gas fuel usage.

24 (b) The income tax credits allowed in this section  
25 shall be applied against an Alabama taxpayer's income on a  
26 dollar-for-dollar basis up to the maximum amount authorized.

1           (c) Tax credits provided in this section may be  
2 carried forward from the tax year the credit is sought for an  
3 additional period of 10 tax years.

4           (d) Tax credits provided in this section shall be  
5 limited to the first 500 vehicles for each of the four types  
6 of credits provided for in subsection (a) as determined by the  
7 Department of Revenue.

8           ~~(d)~~ (e) The Department of Revenue may adopt rules  
9 regarding the implementation and administration of this  
10 section.

11           Section 2. This act shall become effective on the  
12 first day of the third month following its passage and  
13 approval by the Governor, or its otherwise becoming law.

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House of Representatives

Read for the first time and re-  
ferred to the House of Representa-  
tives committee on Ways and Means  
Education..... . . . . 01-MAR-12

Read for the second time and placed  
on the calendar 2 amendments ..... . . . . 02-MAY-12

Read for the third time and passed  
as amended..... . . . . 08-MAY-12

Yeas 97, Nays 2, Abstains 1

Greg Pappas  
Clerk