

1 SB102
2 164163-1
3 By Senator Glover
4 RFD: Finance and Taxation Education
5 First Read: 03-MAR-15

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8 SYNOPSIS: Under existing law, local chapters of The
9 Arc of Alabama that are designated United Way
10 agencies are exempt from paying state, county, and
11 municipal sales and use taxes and their property is
12 exempt from state, county, and local ad valorem
13 taxation.

14 This bill would exempt any local chapter of
15 The Arc of Alabama, as of January 1, 2015, that
16 loses its status on or after the effective date of
17 this act as a United Way agency from paying state,
18 county, and municipal sales and use taxes and would
19 exempt all property owned by such chapter from
20 state, county, and local ad valorem taxation.

21 This bill would also provide that an
22 exemption from county and municipal sales and use
23 taxes and ad valorem taxes may take effect only
24 upon approval by resolution of the local governing
25 body.

26
27 A BILL

1 TO BE ENTITLED

2 AN ACT

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4 To add Section 40-9-25.19 to the Code of Alabama
5 1975, to exempt any local chapter of The Arc of Alabama, as of
6 January 1, 2015, that is classified as a United Way agency on
7 or after the effective date of this act and that loses its
8 status as a United Way agency, from paying state, county, and
9 municipal sales and use taxes; to exempt all property owned by
10 the chapter from state, county, and local ad valorem taxation;
11 and to provide that an exemption from county and municipal
12 sales and use taxes and ad valorem taxes may take effect only
13 upon approval by resolution of the local governing body.

14 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

15 Section 1. Section 40-9-25.19 is added to the Code
16 of Alabama 1975, to read as follows:

17 §40-9-25.19.

18 (a) Any local chapter of The Arc of Alabama,
19 Incorporated, as of January 1, 2015, that loses its status as
20 a United Way agency, on or after the effective date of this
21 act, shall be exempt from paying any state sales and use
22 taxes, and all property owned by that chapter shall be exempt
23 from state ad valorem taxation.

24 (b) Upon approval by resolution of the local
25 governing body, a local chapter of The Arc of Alabama,
26 Incorporated, as of January 1, 2015, that loses its status as
27 a United Way agency, on or after the effective date of this

1 act, shall be exempt from paying any county and municipal
2 sales and use taxes, and all property owned by that chapter
3 shall be exempt from county and local ad valorem taxation if
4 the local chapter files a copy of a resolution with the
5 appropriate official notifying the official of the loss of its
6 status.

7 Section 2. This act shall become effective
8 immediately following its passage and approval by the
9 Governor, or its otherwise becoming law.