

1 HB505
2 174610-1
3 By Representative Williams (P)
4 RFD: Ways and Means Education
5 First Read: 07-APR-16

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8 SYNOPSIS: Existing law does not allow the suspension
9 of tax credits when the Governor declares proration
10 of the General Fund or the Education Trust Fund or
11 if the General Fund Appropriation Act or the
12 Education Trust Fund Appropriation Act is level
13 funded based on the prior year act.

14 This bill would provide that if the Governor
15 declares proration of the General Fund or the
16 Education Trust Fund or if the General Fund
17 Appropriation Act or the Education Trust Fund
18 Appropriation Act is level funded based on the
19 prior year act, any tax credit earned in the tax
20 year of the taxpayer in which the proration was
21 declared or a level-funded General Fund or
22 Education Fund Appropriations Act is enacted shall
23 be suspended for that tax year.

24
25 A BILL
26 TO BE ENTITLED
27 AN ACT

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Relating to tax credits; to provide that if the Governor declares proration of the General Fund or the Education Trust Fund or if the General Fund Appropriation Act or the Education Trust Fund Appropriation Act is level funded based on the prior year act, tax credits earned in that tax year shall be suspended for that tax year.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. If the Governor declares proration of the General Fund or the Education Trust Fund or if the General Fund Appropriation Act or the Education Trust Fund Appropriation Act is level funded based on the prior year act, any tax credit earned in the tax year of the taxpayer in which the proration was declared or the General Fund Appropriation Act or the Education Trust Fund Appropriation Act was level funded, shall be suspended for that tax year.

Section 2. This act shall become effective January 1, 2017, following its passage and approval by the Governor, or its otherwise becoming law.