

1 HB396
2 198795-1
3 By Representative Scott (N & P)
4 RFD: Jefferson County Legislation
5 First Read: 09-APR-19

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8 SYNOPSIS: This bill would provide that an industrial
9 development board in a Class 1 municipality may
10 charge an administrative fee to any applicant
11 granted a tax abatement pursuant to Chapter 9B,
12 Title 40, Code of Alabama 1975, up to a certain
13 amount with the proceeds to be used for industrial
14 development purposes, including data mining;
15 data-driven economic or industrial development
16 projects; industrial sites or industrial parks; and
17 other industrial development purposes.

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19 A BILL
20 TO BE ENTITLED
21 AN ACT
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23 Relating to industrial development boards in Class 1
24 municipalities; to amend Section 11-54-101, Code of Alabama
25 1975, to provide that any industrial development board in a
26 Class 1 municipality whose directors are elected by the
27 governing body of a Class 1 municipality, may charge an

1 administrative fee to an applicant granted a tax abatement
2 pursuant to Title 40, Code of Alabama 1975, to be used for
3 industrial development purposes.

4 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

5 Section 1. This act shall only apply to a Class 1
6 municipality.

7 Section 2. Section 11-54-101, Code of Alabama 1975,
8 is amended to read as follows:

9 "§11-54-101.

10 "(a) The powers conferred by this division shall be
11 cumulative of and in addition to all powers heretofore
12 conferred on industrial development boards by the Industrial
13 Development Board Act.

14 "(b) In addition to any other powers conferred by
15 the division, in order to encourage economic and industrial
16 development and to promote the creation of jobs within any
17 Class 1 municipality, any industrial development board in a
18 Class 1 municipality whose directors are elected by the
19 governing body of the Class 1 municipality that grants a tax
20 abatement pursuant to Chapter 9B, Title 40, Code of Alabama
21 1975, may charge an administrative fee in an amount not to
22 exceed one-fourth of one percent (.0025) of the total
23 estimated investment amount for the project up to an estimated
24 investment amount of forty million dollars (\$40,000,000) as
25 reflected in the application for abatement of taxes submitted
26 to a board by a private entity, business, or other private
27 user, as defined in Section 40-9B-3. Notwithstanding any other

1 provision of law, an administrative fee received pursuant to
2 this subsection shall be retained and used by the board for
3 economic or industrial development data mining; data-driven
4 economic or industrial development projects; the location,
5 development, or acquisition of potential industrial sites or
6 industrial parks; and for other lawful purposes for which the
7 industrial development board is authorized to use funds
8 pursuant to this division."

9 Section 3. This act shall become effective
10 immediately following its passage and approval by the
11 Governor, or its otherwise becoming law.