

SB86 INTRODUCED



1 P1PUEE-1
2 By Senator Orr
3 RFD: Finance and Taxation Education
4 First Read: 21-Mar-23
5

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

SYNOPSIS:

This bill provides a one-time rebate to each qualified taxpayer made for the promotion of general welfare.

This bill provides that the Department of Revenue shall issue the one-time rebate which shall not be taxable for Alabama income tax purposes.

A BILL
TO BE ENTITLED
AN ACT

Relating to income taxes; to provide a one-time rebate for the promotion of general welfare.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. In addition to any other transfers that may be provided by law, the State Comptroller shall direct from the Education Trust Fund to the Tax Rebate Fund the amount needed to make the payments of the one-time rebate provided for in Section 2 of this act, as well as the amount necessary to offset the administrative cost for the implementation of this act to the Department of Revenue.

Section 2. (a) As used in this section, the term qualified taxpayer means an individual taxpayer who filed an

SB86 INTRODUCED

29 Alabama individual income tax return pursuant to the tax levied
30 in Section 40-18-5, Code of Alabama 1975, on or before October
31 17, 2022, for the taxable year that began on January 1, 2021,
32 including any extensions which have been granted. The term
33 shall not include:

34 (1) A nonresident.

35 (2) An estate or trust.

36 (3) An individual who was claimed as a dependent by
37 another taxpayer for federal or Alabama income tax purposes for
38 the taxable year that began on January 1, 2021.

39 (b) Each qualified taxpayer is entitled to a one-time
40 rebate made for the promotion of the general welfare in an
41 amount based on the qualified taxpayer's filing status for the
42 taxable year that began January 1, 2021, equal to:

43 (1) \$400 for single, head of family, and married filing
44 separate.

45 (2) \$800 for married filing joint.

46 (c) The rebate provided shall be sent by check to the
47 qualified taxpayer based on the appropriate information as
48 indicated on the return for the taxable year that began January
49 1, 2021.

50 (d) The Alabama Department of Revenue shall commence
51 issuing rebates no later than 90 days after the effective date
52 of this Act.

53 (e) The rebate provided under this section shall be a
54 one-time rebate made for the promotion of general welfare and
55 shall not constitute taxable income for Alabama income tax
56 purposes. The rebate provided under this section shall not be

SB86 INTRODUCED

57 subject to offset or debt collection against any liability.

58 (f) In no event shall the rebate provided accrue
59 interest for the benefit of the qualified taxpayer or be paid
60 or credited to the qualified taxpayer with interest.

61 (g) The Department of Revenue may adopt rules for the
62 implementation and administration of this act.

63 Section 3. It is not the intent of this act to make
64 appropriations, but the appropriations required by this act
65 shall be made in a supplemental budget act.

66 Section 4. This act shall become effective immediately
67 following its passage and approval by the Governor, or its
68 otherwise becoming law.