

**HB342 ENGROSSED**



1 HB342  
2 FKN8PCD-2  
3 By Representative DuBose  
4 RFD: Fiscal Responsibility  
5 First Read: 29-Jan-26



## HB342 Engrossed

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A BILL  
TO BE ENTITLED  
AN ACT

Relating to federal tax credits; to provide for the State of Alabama's participation in the federal tax credit for individuals who make qualified contributions to scholarship granting organizations.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. (a) The Legislature voluntarily elects the State of Alabama to participate in the federal tax credit established under 26 U.S.C. § 25F for individuals who make qualified contributions to scholarship granting organizations.

(b) The Department of Revenue shall annually submit to the U.S. Secretary of the Treasury and publish on the Department of Revenue's website a list of all scholarship granting organizations that meet the requirements under 26 U.S.C. § 25F and are located in this state. The Department of Revenue shall certify to the U.S. Secretary of the Treasury the Department of Revenue's authority to submit the list on behalf of the state and comply with the requirements of 26 U.S.C. § 25F, including any applicable federal regulations or guidance, to ensure that the state is eligible to participate



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29 in taxable years beginning after December 31, 2026.

30 (c) The Department of Revenue may establish rules for  
31 the implementation and administration of this act.

32 Section 2. This act shall become effective immediately.



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House of Representatives

Read for the first time and referred .....29-Jan-26  
to the House of Representatives  
committee on Fiscal Responsibility  
  
Read for the second time and placed .....12-Feb-26  
on the calendar:  
1 amendment  
  
Read for the third time and passed .....26-Feb-26  
as amended  
Yeas 103  
Nays 0  
Abstains 1

John Treadwell  
Clerk