

HB510 ENROLLED



1 HB510
2 DGEJCNT-3
3 By Representative Pringle (N & P)
4 RFD: Mobile County Legislation
5 First Read: 25-Feb-26



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1 Enrolled, An Act,

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3 Relating to Class 2 municipalities; to further provide
4 for the powers of certain industrial development boards.

5 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

6 Section 1. (a) For the purposes of this section, the
7 following terms have the following meanings:

8 (1) AUTHORIZING MUNICIPALITY. A Class 2 municipality.

9 (2) DEVELOPMENT PROJECTS. Any interests in land,
10 buildings, structures, facilities, or other improvements and
11 any fixtures, machinery, equipment, furniture, or other
12 property of any nature whatsoever used on, in, or in
13 connection with any such land, interest in land, building,
14 structure, facility, or other improvement, all for the
15 essential public purpose of the development of trade,
16 commerce, industry, and employment opportunities in the
17 corporate limits of the authorizing municipality for any
18 industrial, commercial, business, office, parking, utility,
19 residential, including without limitation homes, apartments,
20 town houses, condominiums, hotels, and motels, or other use,
21 provided that a majority of the members of the board
22 determine, by a resolution duly adopted, that the development
23 project and the use thereof would further the public purpose
24 of this section. Any such resolution shall include findings
25 that the primary purpose of the development project is to
26 advance one or more public purposes of this section,
27 including, without limitation: (i) the creation or retention
28 of employment opportunities through the promotion of industry



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29 and development of trade; (ii) the expansion or
30 diversification of the tax base; (iii) the elimination of
31 blight or underutilized property; (iv) the provision of
32 facilities that support industrial or economic development; or
33 (v) the support of housing reasonably related to workforce
34 needs or economic growth within the municipality.

35 (3) INDUSTRIAL BOARD DEVELOPMENT ACT. Both of the
36 following:

37 a. Division 1 of Article 4 of Chapter 54 of Title 11,
38 Code of Alabama 1975.

39 b. This section.

40 (4) INDUSTRIAL DEVELOPMENT BOARD. Any public
41 corporation now in existence or hereafter organized pursuant
42 to the provisions of the Industrial Development Board Act in a
43 Class 2 municipality.

44 (b) The purpose of this section is to grant industrial
45 development boards organized in a Class 2 municipality,
46 whether existing or formed after June 1, 2026, in addition to
47 those powers conferred on them, the power to issue and sell
48 bonds and to acquire, construct, expand, improve, replace,
49 equip, maintain, operate, lease, and dispose of development
50 projects. This section shall be liberally construed to carry
51 out its powers.

52 (c) In addition to any powers that are conferred on
53 industrial development boards by the Industrial Development
54 Board Act, each industrial development board within a Class 2
55 municipality shall have the following powers with respect to
56 any development project:



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57 (1) Any power that is conferred on industrial
58 development boards by the Industrial Development Board Act.

59 (2) To finance, by loan, grant, lease, or otherwise,
60 construct, erect, assemble, purchase, acquire, own, repair,
61 remodel, renovate, rehabilitate, modify, maintain, extend,
62 improve, install, sell, equip, expand, add to, operate, or
63 manage development projects.

64 (3) To pay the cost of any development project from the
65 proceeds of bonds, or any other funds of the board, or from
66 any contributions or loans by the state or any municipality,
67 county, or public agency, persons, or other entities, all of
68 which the board is hereby authorized to receive and accept and
69 use.

70 (4) To loan the proceeds of any bonds issued by it or
71 other funds available to it to pay all or part of the cost of
72 any development project and otherwise to further or carry out
73 the public purpose of the board.

74 Section 2. This act shall become effective on October
75 1, 2026.

