

1 SB540  
2 119027-2  
3 By Senators Little (Z), Keahey, Denton, Means, Poole, Bedford,  
4 Sanders, Ross, Smitherman, Mitchell, Butler, Mitchem,  
5 Singleton, Coleman, Dunn, Penn, Barron, and Figures  
6 RFD: Finance and Taxation General Fund  
7 First Read: 11-MAR-10

2  
3  
4  
5  
6  
7  
8 SYNOPSIS: Under existing law, a deed, bill of sale,  
9 or other instrument of like character which conveys  
10 real or personal property within the state or which  
11 conveys any interest in such property must be  
12 recorded and a privilege or license tax must be  
13 paid.

14 This bill would exempt from such privilege  
15 or license tax the purchasing of real property used  
16 as a residence.

17  
18 A BILL  
19 TO BE ENTITLED  
20 AN ACT

21  
22 Relating to the privilege or license tax assessed  
23 upon the recording of deeds and other real property transfers;  
24 to exempt from such privilege or license tax the purchase of  
25 real property used as a residence.

26 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

1                   Section 1. The purchase of real property used as a  
2                   residence is exempt from the privilege or license tax or  
3                   recording tax pursuant to Chapter 22, Title 40 of the Code of  
4                   Alabama 1975, until January 1, 2012. Local governing  
5                   authorities shall suspend the collection of said privilege or  
6                   license tax until January 1, 2012.

7                   Section 2. This act shall become effective  
8                   immediately following its passage and approval by the  
9                   Governor, or its otherwise becoming law.