

1 SB229  
2 182211-1  
3 By Senator Pittman  
4 RFD: Finance and Taxation Education  
5 First Read: 21-FEB-17

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8 SYNOPSIS: Under existing law, municipalities have been  
9 authorized to create Neighborhood Infrastructure  
10 Authorities to manage, coordinate, and collect  
11 voluntary assessments from homeowners and business  
12 owners to participate in neighborhood  
13 revitalization projects. Income tax credits have  
14 been available in the amount of 10 percent of any  
15 assessments paid not to exceed \$1,000 in any tax  
16 year for a period not exceeding 10 years. The  
17 provision for new credits expired December 31,  
18 2015.

19 This bill would delete the expiration date  
20 for new credits and extend the law unless repealed  
21 by the Legislature.  
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23 A BILL  
24 TO BE ENTITLED  
25 AN ACT  
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1           To amend Sections 11-71-11 and 11-71-12 of the Code  
2 of Alabama 1975, relating to Neighborhood Infrastructure  
3 Authorities authorized to be created by municipalities for  
4 homeowners and businesses to participate in neighborhood  
5 revitalization projects; to delete the expiration date for new  
6 credits and extend the law and the tax credits authorized by  
7 the law unless repealed by the Legislature.

8 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

9           Section 1. Sections 11-71-11 and 11-71-12 of the  
10 Code of Alabama 1975, are amended to read as follows:

11           "§11-71-11.

12           "(a) Each homeowner and business assessed pursuant  
13 to this chapter, beginning in the 2012 tax year until the 2015  
14 tax year, shall be eligible for an income tax credit of 10  
15 percent of the amount of assessment paid, not to exceed one  
16 thousand dollars (\$1,000) credit in any tax year, for a period  
17 not exceeding 10 successive tax years.

18           "(b) Each homeowner and business assessed pursuant  
19 to this chapter, beginning in the 2017 tax year, shall be  
20 eligible for an income tax credit of 10 percent of the amount  
21 of assessment paid, not to exceed one thousand dollars  
22 (\$1,000) credit in any tax year, for a period not exceeding 10  
23 successive tax years.

24           "§11-71-12.

25           "~~This Authorities created under this chapter shall~~  
26 ~~automatically expire December 31, 2015, unless specifically~~  
27 ~~extended by an act of the Legislature; however, all~~

1 ~~authorities in existence as of December 31, 2015, after the~~  
2 ~~effective date of the act adding this language and shall~~  
3 ~~continue in existence until all existing projects of the~~  
4 ~~authority are completed and the authority seeks dissolution~~  
5 ~~and this chapter shall continue to be operative unless~~  
6 ~~repealed by an act of the Legislature."~~

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