

1 SB256
2 164733-1
3 By Senators Holtzclaw, Hightower, Williams, Glover,
4 Livingston, Bussman, Holley, Pittman, Stutts, Albritton and
5 Melson
6 RFD: Finance and Taxation Education
7 First Read: 17-MAR-15

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8 SYNOPSIS: Under existing law, each organization that
9 receives an exemption from sales and use taxes
10 because of specific legislation is not required to
11 file certain information to the Department of
12 Revenue.

13 This bill would require each organization
14 that receives an exemption from sales and use taxes
15 because of specific legislation to annually file
16 certain information to the Department of Revenue.

17 This bill would provide that a failure to
18 file a report shall result in the suspension of the
19 tax exemption status for the preceding year.

20 This bill would require the Department of
21 Revenue to promulgate rules necessary to enforce
22 this act.

23
24 A BILL
25 TO BE ENTITLED
26 AN ACT
27

1 Relating to taxation; to require each organization
2 that receives an exemption from sales and use tax because of
3 specific legislation to annually file certain information to
4 the Department of Revenue; to provide that a failure to file a
5 report shall result in the suspension of the tax exemption
6 status for the preceding year; and to require the Department
7 of Revenue to promulgate rules necessary to enforce this act.
8 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

9 Section 1. (a) Notwithstanding any provision of law,
10 any organization that has received a tax exemption because of
11 specific legislation shall annually file with the Department
12 of Revenue the following:

13 (1) The total purchases and sales for the year that
14 would have otherwise been subjected to either sales or use
15 taxes.

16 (2) Proof of 501(c)(3) status.

17 (b) A failure to file the report shall result in the
18 suspension of the tax exemption for the preceding year.

19 (c) The Department of Revenue shall promulgate rules
20 necessary for the enforcement of this act.

21 Section 2. This act shall become effective on the
22 first day of the third month following its passage and
23 approval by the Governor, or its otherwise becoming law.