

1 HB121
2 156085-1
3 By Representative Hubbard (J)
4 RFD: Ways and Means Education
5 First Read: 14-JAN-14
6 PFD: 01/10/2014

SYNOPSIS: Under existing law, the state imposes sales and use taxes upon certain persons, firms, or corporations. The amount of the taxes ranges from one and one-half to four percent of the gross proceeds of the sale or consumption of various types of tangible personal property. The state also imposes a sales tax on the operation of places of amusement or entertainment. Counties and municipalities impose various additional sales and use taxes. Certain entities are exempted from state, county, or local sales and use taxes.

This bill would exempt private schools from any state, county, and municipal sales and use taxes on the purchase of tangible personal property.

A BILL
TO BE ENTITLED
AN ACT

1 To exempt private schools from payment of all state,
2 county, and municipal sales and use taxes on the purchase of
3 tangible personal property

4 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

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

7 (1) PRIVATE SCHOOLS. Any private school located
8 within this state which offers conventional and traditional
9 courses of study as offered by the public schools within this
10 state except the term shall not include nurseries, day care
11 centers, or home schools.

12 (2) TANGIBLE PERSONAL PROPERTY. As defined in
13 subdivision (8) of Section 40-12-220, Code of Alabama 1975.

14 (b) Private schools are exempted from paying or
15 collecting any state, county, and municipal sales and use
16 taxes on the purchase of tangible personal property.

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