

1 SB39  
2 155556-2  
3 By Senators Whatley and Brewbaker  
4 RFD: Finance and Taxation Education  
5 First Read: 14-JAN-14  
6 PFD: 11/13/2013

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

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

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