

1 HB619  
2 151358-1  
3 By Representative Williams (J)  
4 RFD: County and Municipal Government  
5 First Read: 16-APR-13

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8 SYNOPSIS: Existing law allows each county of this  
9 state to levy a sales tax and provides for its  
10 distribution.

11 This bill would provide for the reallocation  
12 of the proceeds of that portion of a county sales  
13 tax which is earmarked for indigent care.

14 This bill would provide for the termination  
15 of the reallocation of the county sales tax.

16  
17 A BILL  
18 TO BE ENTITLED  
19 AN ACT  
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21 Relating to counties; to provide for the  
22 reallocation of the proceeds of that portion of a county sales  
23 tax which is earmarked for indigent care; and to provide for  
24 the termination of the reallocation of the county sales tax.  
25 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

26 Section 1. (a) That portion of a county sales tax  
27 which is earmarked for indigent care by a county in this state

1 that has filed a petition for relief under Chapter 9 of the  
2 Bankruptcy Code, pursuant to Section 301, whether prior to or  
3 after the effective date of this act, and in respect of the  
4 aforesaid petition there has been entered an Order for Relief  
5 under Section 921(d) of the Bankruptcy Code shall be  
6 reallocated as follows:

7 (1) Twenty-five percent to the county general fund.

8 (2) Fifteen percent to fund programs for indigent  
9 families for housing, transportation, or food.

10 (3) Sixty percent for indigent health care.

11 (b) The reallocation of the proceeds from the sale  
12 tax as provided in subsection (a) shall terminate as of the  
13 earliest of any of the following:

14 (1) The date of entry of a final, unreviewable  
15 determination by a court of competent jurisdiction vacating  
16 the Order for Relief in favor of the county under Section  
17 921(d) of the Bankruptcy Code.

18 (2) The date of entry of a final, unreviewable order  
19 pursuant to Section 930 of the Bankruptcy Code dismissing the  
20 county's Chapter 9 case.

21 (3) The date of entry of an order pursuant to  
22 Section 943 of the Bankruptcy Code confirming the county's  
23 plan for the adjustment of its debts.

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