- 1 HB127
- 2 129845-5
- 3 By Representatives Roberts, Rich, Merrill, Greer, Williams
- 4 (D), Johnson (W), Baughn, Beckman, Rogers, Collins, Wallace,
- Nordgren, Weaver, Jones, Buttram, McCutcheon, Thomas, Hubbard
- 6 (J), Henry, McMillan, Robinson (J), Farley, Robinson (O),
- 7 Tuggle, Hammon, Long, Mitchell, Newton (D), Grimsley,
- 8 Treadaway, McAdory and McClendon
- 9 RFD: Commerce and Small Business
- 10 First Read: 03-MAR-11

| 1 | <u>ENGROSSED</u> |
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| 4 | A BILL |
| 5 | TO BE ENTITLED |
| 6 | AN ACT |
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| 8 | To amend Sections 40-13-6 and 40-13-8, Code of |
| 9 | Alabama 1975; to provide that the excise and privilege tax on |
| 10 | coal shall terminate on October 1, 2016, unless extended by |
| 11 | the Legislature; and to provide further for the distribution |
| 12 | of tax receipts. |
| 13 | BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: |
| 14 | Section 1. Sections 40-13-6 and 40-13-8, Code of |
| 15 | Alabama 1975, are amended to read as follows: |
| 16 | " §40-13-6. |
| 17 | "(a) In each fiscal year when the funds then on |
| 18 | deposit in the special fund or funds created for retirement of |
| 19 | the bonds equal the amount needed to pay all the principal and |
| 20 | interest becoming payable on the bonds within the succeeding |
| 21 | 12 months and the funds then on deposit in the reserve fund or |
| 22 | funds created for the bonds equal the maximum principal and |
| 23 | interest becoming due on the bonds in any one year, the |
| 24 | severance tax proceeds remaining in the Alabama State Docks |
| 25 | Bulk Handling Facility Trust Fund, shall be credited to the |
| 26 | State General Fund; provided however, that if at the end of |

any fiscal year of the state, beginning with the fiscal year ending September 30, 1987, the Director of the Alabama State Docks Department shall have notified the Director of Finance in writing, at least five days prior to the close of the fiscal year, that the revenues to be derived by the Alabama State Docks Department from the operations of its coal handling facilities for the then current fiscal year are anticipated to be insufficient to pay the aggregate of (1) the expenses (exclusive of depreciation) incurred in operating and maintaining the facilities during such fiscal year and (2) principal and interest that came due during such fiscal year on those bonds of the Alabama State Docks Department for payment of which the revenues have been pledged (which notification shall specify the amount of the expected deficiency), then the remaining severance tax proceeds shall remain in the Alabama State Docks Bulk Handling Facility Trust Fund and shall not be transferred to the State General Fund. Following the filing of such notification, a report shall be filed by the Director of the Alabama State Docks Department with the Director of Finance within 30 days after the close of such fiscal year, supported by such documentation as may be deemed appropriate by the Director of Finance and attesting to the amount of the actual deficiency, computed as described above, incurred in the operation of the facilities during the immediately preceding fiscal year. Upon receipt of the report and such other documentation from the department as the

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1 Director of Finance may specify, the Director of Finance, if satisfied as to the accuracy of the amount of the actual deficiency as reflected in the report and accompanying 3 documentation, shall authorize to be transferred, and to the extent herein provided there is hereby in such event 5 appropriated, to the Alabama State Docks Department an amount 6 7 equal to the lesser of (i) the actual amount of any deficiency computed as described herein or (ii) the balance contained in 8 9 the Alabama State Docks Bulk Handling Facility Trust Fund as of the immediately preceding September 30. Beginning with the 10 11 1992-93 fiscal year, the first three hundred thousand dollars 12 (\$300,000) of any moneys remaining in the Alabama State Docks Bulk Handling Facility Trust Fund after such transfer to the 13 14 Alabama State Docks Department shall be transferred directly 15 to the Alabama Mining Academy. Five hundred thousand dollars 16 (\$500,000) Five hundred ninety-four thousand dollars 17 (\$594,000) shall be transferred to the Tuscaloosa County General Fund; five hundred thousand dollars (\$500,000) four 18 General Fund; five hundred thousand dollars (\$500,000) hundred 19 20 twelve thousand four hundred dollars (\$412,400) to the Jefferson County General Fund; and two hundred thousand 21 22 dollars (\$200,000) to the Walker County Economic and 23 Industrial Development Authority and any remaining moneys 24 shall be credited to the State General Fund. The Tuscaloosa 2.5 County General Fund allocation shall be distributed as 26 follows: One hundred thousand dollars (\$100,000) to the Town

1 of Vance; one hundred thousand dollars (\$100,000) to the Town of Brookwood; one hundred twenty-five thousand dollars $\frac{(\$125,000)}{(\$125,000)}$ fifteen thousand dollars (\\$15,000) to the Town of 3 Coaling; fifteen thousand dollars (\$15,000) to the Town of Lake View; one hundred thirty-five thousand dollars (\$135,000) 5 to the Tuscaloosa County Public Library; and two hundred 6 7 thousand dollars (\$200,000) two hundred thirteen thousand dollars (\$213,000) to the Tuscaloosa County Board of 8 Education, fifteen thousand dollars (\$15,000) to Tuscaloosa 9 County Courthouse Law Library Fund. In any year in which the 10 11 total amount allocated to the Tuscaloosa County General Fund, 12 the Jefferson County General Fund, and the Walker County Economic and Industrial Development Authority is insufficient 13 to provide the total allocations for the three, the amount 14 15 that is available shall be prorated among the three in the same proportion as the designated allocations. In the event 16 17 the Tuscaloosa County General Fund receives less than five hundred thousand dollars (\$500,000), the distributions to the 18 Town of Vance, the Town of Brookwood, and the Tuscaloosa 19 20 County Public Library shall collectively have priority. In the event the allocation to the Tuscaloosa County General Fund is 21 22 less than three hundred twenty-five thousand dollars 23 (\$325,000), the total amount available shall be prorated among the Town of Vance, the Town of Brookwood, and the Tuscaloosa 24 2.5 County Public Library in the same proportion as the designated 26 allocations.

| 1 | "(b) In addition to the above amounts, beginning |
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| 2 | with the $\frac{2006-07}{2011-2012}$ fiscal year, fifty thousand dollars |
| 3 | (\$50,000) to the Community Development Foundation, Inc., fifty |
| 4 | thousand dollars (\$50,000) to the Marion County Community |
| 5 | Development Association, Inc., fifty thousand dollars |
| 6 | (\$50,000) to the Jackson County Economic Development |
| 7 | Association, one hundred thousand dollars (\$100,000) to the |
| 8 | West Alabama Development Association of Fayette County, one |
| 9 | hundred thousand dollars (\$100,000) to the West Alabama |
| 10 | Economic Development Association, and forty-nine one hundred |
| 11 | thousand dollars (\$100,000) shall be transferred to the |
| 12 | Community Development Foundation, Inc., one hundred thousand |
| 13 | dollars (\$100,000) shall be transferred to the Marion County |
| 14 | Community Development Association, Inc., one hundred thousand |
| 15 | dollars (\$100,000) shall be transferred to the West Alabama |
| 16 | Development Association of Fayette County, one hundred |
| 17 | thousand dollars (\$100,000) shall be transferred to the |
| 18 | Jackson County Economic Development Association, and one |
| 19 | hundred thousand dollars (\$100,000) shall be transferred to |
| 20 | the West Alabama Economic Development Association. one hundred |
| 21 | eighty-four thousand eight hundred dollars (\$184,800) shall be |
| 22 | transferred to the Fayette County General Fund and forty-nine |
| 23 | and forty-nine thousand four hundred dollars (\$49,400) shall |
| 24 | be transferred to the Winston County General Fund. |
| 25 | "Any foundation or association receiving funds |
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pursuant to this amendatory act shall be annually audited by

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| 1 | the Examiners of Public Accounts and such audit shall be |
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| 2 | submitted to the Legislature each legislative session. |
| 3 | "(c) Of the above amount to the Alabama Mining |
| 4 | Academy, a small portion of said sum shall be used to retrain |
| 5 | Alabama coal miners, who have been terminated from their |
| 6 | employment, for other occupational opportunities. |
| 7 | "(d) Notwithstanding the provisions of this section, |
| 8 | one hundred fifty thousand dollars (\$150,000) annually shall |
| 9 | be distributed for the support of the Tennessee-Tombigbee |
| 10 | Waterway Development Compact. |
| 11 | "§40-13-8. |
| 12 | "The excise and privilege tax imposed by this |
| 13 | article shall terminate on October 1, $\frac{2011}{2016}$, unless |
| 14 | extended by an act of the Legislature of the State of |
| 15 | Alabama." |
| 16 | Section 2. If the coal excise and privilege tax |
| 17 | levied in Section 40-13-2 of the Code of Alabama 1975, does |
| 18 | not generate enough to distribute the amounts provided for to |
| 19 | the entities in Section 1 of this bill, then the amounts |
| 20 | distributed shall be prorated accordingly. |
| 21 | Section 3. All laws or parts of laws which conflict |
| 22 | with this act are repealed. |
| 23 | Section 4. This act shall become effective on the |
| 24 | first day of the third month following its passage and |
| 25 | approval by the Governor, or its otherwise becoming law. |

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| 3 | House of Representatives |
| 4 5 6 7 8 | Read for the first time and referred to the House of Representatives committee on Commerce and Small Business |
| 9 10 11 | Read for the second time and placed on the calendar with 1 substitute and 21-APR-11 |
| 13 14 15 | Read for the third time and passed as amended |
| 16 17 18 19 | Greg Pappas Clerk |