

Alabama Department of Revenue

Julie Prendergast Magee

Commissioner

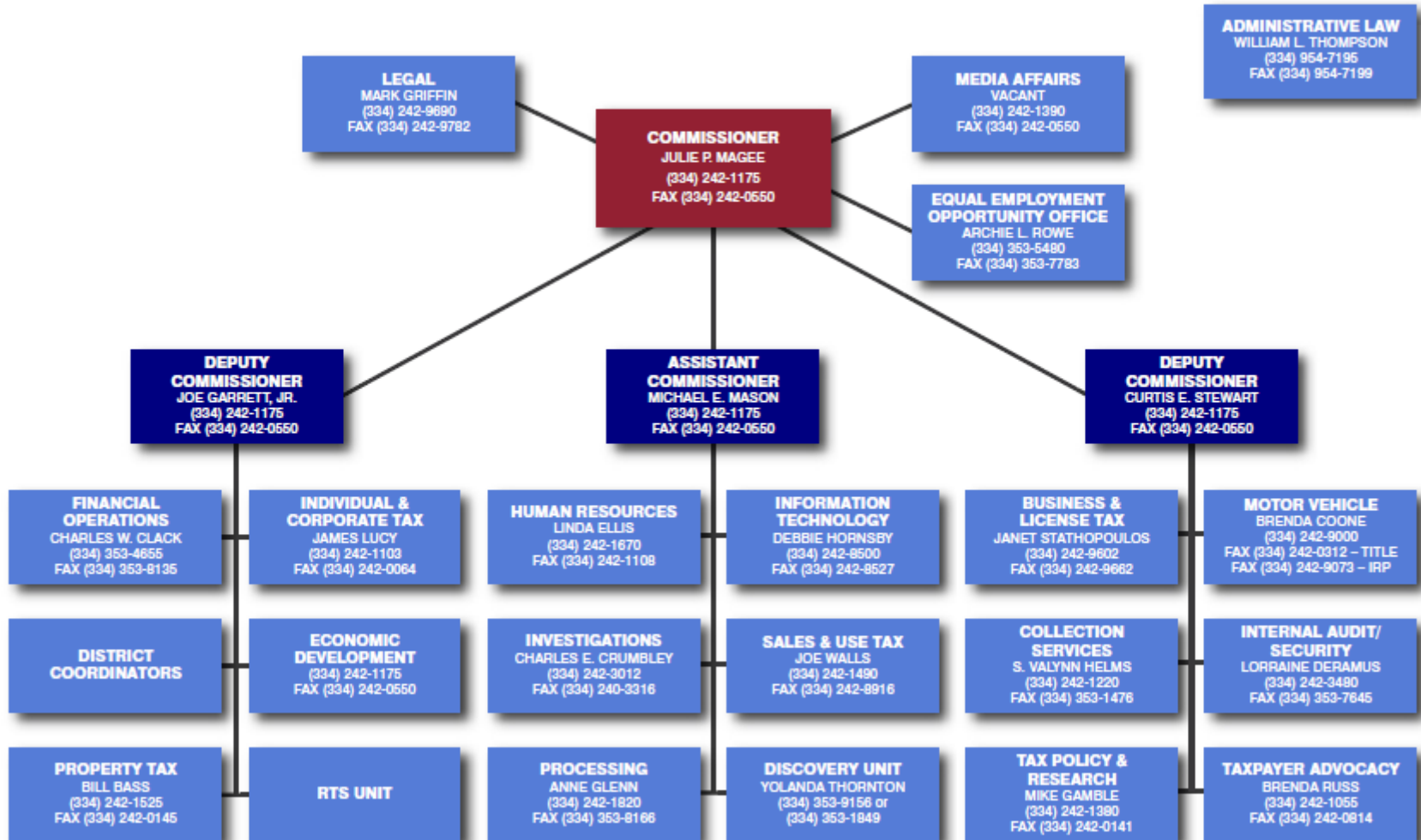


Agenda

- What We Do
- Revenue Collections
- Recent Projects
- Q&A

What We Do

Alabama Department of Revenue



Revenue Collections

Today is Tuesday, August 19, 2014

Important Notices!

There are currently no notices.

News & Statistics

- Current Releases/Categories/Search
- News Archive/Search
- Monthly Revenue Abstracts
- Refunds & Returns Totals
- Annual Report
- ADOR General Summary
- Revenue Review Quarterly
- Subscribe to Mailing Lists

Monthly Abstracts

Note: Beginning with the August 2014 report, the data will be presented in two columns on the right side will be net of refunds, respectively. Users should be aware that "gross" revenue is not the revenue amount available to recipient agencies. It may include items such as bond servicing, local government shares, etc., may be applicable prior to ultimate recipient distribution.

Monthly Alabama Refund Abstracts

Refunds & Returns Totals

Revenue Review Quarterly

Subscribe to News Lists

Fiscal Years 2011-2014 | Fiscal Years 2007-2010 | Fiscal Years 2003-2006

Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014
2010_October	2011_October	2012_October	2013_October
2010_November	2011_November	2012_November	2013_November
2010_December	2011_December	2012_December	2013_December
2011_January	2012_January	2013_January	2014_January
2011_February	2012_February	2013_February	2014_February
2011_March	2012_March	2013_March	2014_March
2011_April	2012_April	2013_April	2014_April
2011_May	2012_May	2013_May	2014_May
2011_June	2012_June	2013_June	2014_June
2011_July	2012_July	2013_July	2014_July
2011_August	2012_August	2013_August	2014 August
2011_September	2012_September	2013_September	2014 September

Monthly Snapshot Available

REVENUE ABSTRACT ALABAMA DEPARTMENT OF REVENUE Month of July 2014

Fiscal Year: 1 October 2013 - 30 September 2014
Comparative Statement of Gross Tax Collections for the Month
and Fiscal Periods Indicated.

Source: Financial Operations
revenue.alabama.gov

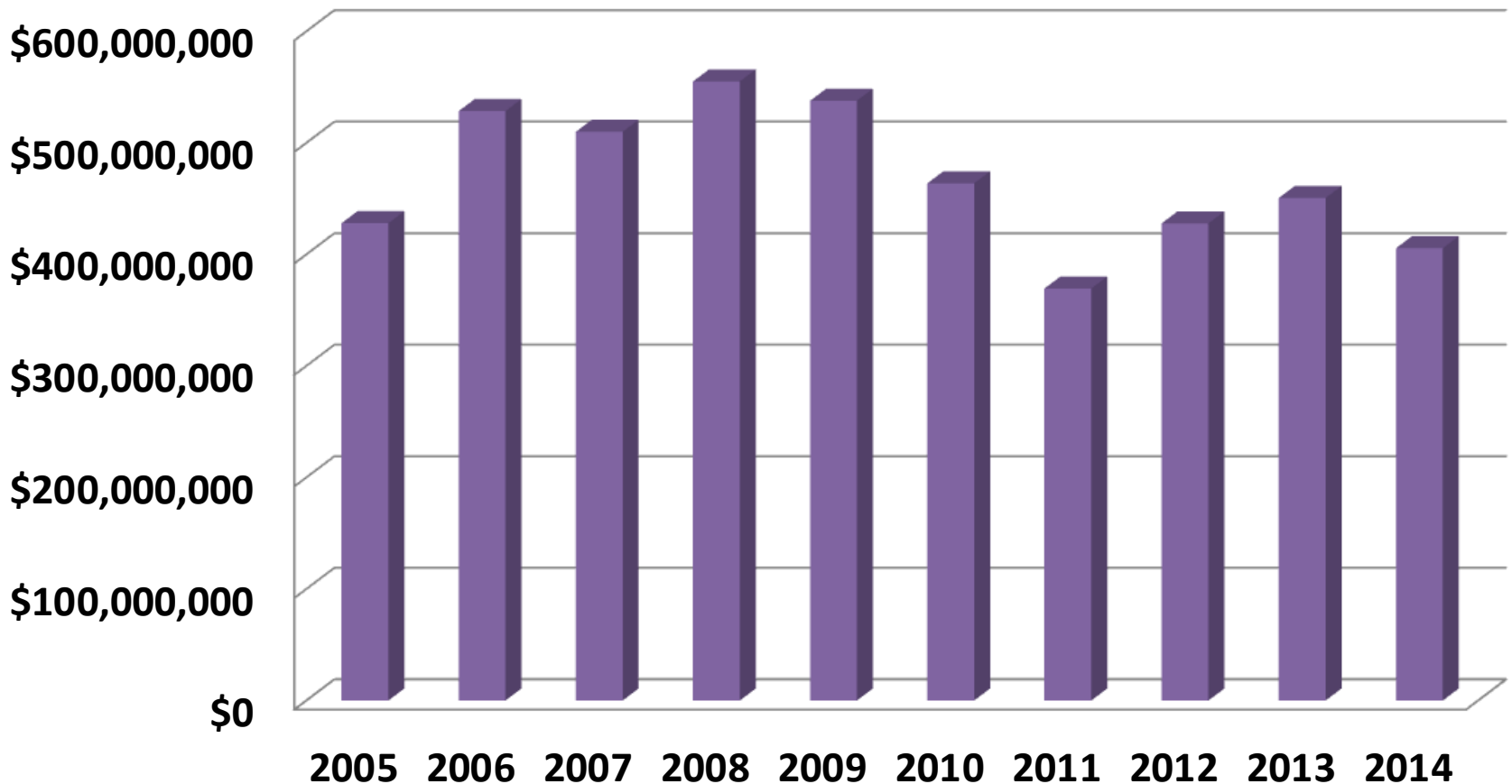
Title of Tax	July 2014	July 2013	% Change	FYTD 2013-14	FYTD 2012-13	% Change	FYTD Refunds 2013-14	FYTD Refunds 2012-13	% Change	FYTD Net 2013-14	FYTD Net 2012-13	% Change
Bulk Storage Withdrawal Fee	3,103,808.03	3,186,011.69	(2.58)	29,797,605.00	29,556,904.70	0.81	264,252.49	302,483.57	(12.64)	29,533,352.51	29,254,421.13	0.95
Business Privilege Tax	6,706,986.32	1,659,391.99		121,716,511.04	123,180,343.04	(1.19)	12,590,128.75	16,091,114.04	(21.76)	109,126,382.29	107,089,229.00	1.90
CMRS Wireless 911 Service Charge	1,319,621.72	548,536.02		12,239,518.13	5,456,509.14		84.92	905.95	(90.63)	12,239,433.21	5,455,603.19	
Coal Severance (\$.135/Ton)***	193,052.26	407,528.79	(52.63)	1,725,135.42	4,275,662.66	(59.65)	0.00	0.00		1,725,135.42	4,275,662.66	(59.65)
Coal Severance (\$.20/Ton)***	286,003.42	524,750.29	(45.50)	2,530,080.80	3,313,794.94	(23.65)	0.00	0.00		2,530,080.80	3,313,794.94	(23.65)
Contractors' Gross Receipts	4,455,106.89	3,716,925.59	19.86	31,542,572.23	33,216,749.87	(5.04)	33,326.48	6,013.09		31,509,245.75	33,210,736.78	(5.12)
Deeds and Assignments	247,123.34	363,872.72	(32.09)	3,398,705.04	2,273,629.48	49.48	202,744.99	142,377.92	42.40	3,195,960.05	2,131,251.56	49.96
Dry Cleaning Registration Fee	33,153.65	64,817.00	(48.85)	274,611.87	415,526.84	(33.91)	0.00	0.00		274,611.87	415,526.84	(33.91)
Estate and Inheritance	0.00	0.00		7,653.15	18,459.86	(58.54)	0.00	0.00		7,653.15	18,459.86	(58.54)
Financial Institutions Excise	220,622.28	303,930.30	(27.41)	36,409,455.89	34,649,993.66	5.08	0.00	0.00		36,409,455.89	34,649,993.66	5.08
Forest Products Severance	992,665.24	551,577.67	79.97	5,086,142.64	4,539,315.28	12.09	4,994.52	27,931.22	(82.12)	5,083,148.12	4,511,384.06	12.67
Freight Line R.R. Equipment	0.00	0.00		3,091,242.08	3,417,878.96	(9.56)	0.00	0.00		3,091,242.08	3,417,878.96	(9.56)
Gasoline	34,427,011.24	34,073,351.10	1.04	333,820,282.56	331,190,644.07	0.79	5,329,388.97	3,700,239.09	44.03	328,490,893.59	327,490,404.98	0.31
Gasoline (Aviation & Jet Fuel)	174,717.71	224,054.34	(22.02)	2,023,715.76	1,910,125.23	5.95	945,296.81	217,058.07		1,078,418.95	1,693,067.16	(36.30)
Hazardous Waste***	49,277.35	97,345.88	(49.38)	457,944.86	1,221,634.82	(62.51)	0.00	0.00		457,944.86	1,221,634.82	(62.51)
Hospital Assessment Fee	64,657,824.41	60,361,883.44	7.12	261,307,524.14	241,968,005.57	7.99	20,076.03	37,729.69	(46.79)	261,287,448.11	241,930,275.88	8.00
Hydro-Electric KWH	0.00	0.00		781,736.61	0.00	100.00	0.00	0.00		781,736.61	0.00	100.00
IFTA License Tax	194,292.50	976,917.28	(80.11)	7,212,066.44	9,063,566.75	(20.43)	0.00	0.00		7,212,066.44	9,063,566.75	(20.43)
Income Tax-Corporate	17,462,668.54	8,583,147.12		369,268,258.05	378,858,528.42	(2.53)	87,400,166.73	87,673,973.69	(0.31)	281,868,091.32	291,178,554.73	(3.20)
Income Tax-Individual	141,280,924.99	142,987,118.04	(1.19)	3,048,819,048.83	3,070,941,806.43	(0.72)	517,354,550.19	532,917,637.17	(2.92)	2,531,464,498.64	2,538,024,169.26	(0.26)
IRP Registration Fees	3,432,546.10	4,267,657.64	(19.57)	37,111,550.03	39,863,468.54	(6.90)	0.00	0.00		37,111,550.03	39,863,468.54	(6.90)
Lodgings	7,045,254.07	8,862,372.51	2.66	43,356,343.29	41,792,012.84	3.74	14,113.06	32,099.93	(56.03)	43,342,230.23	41,759,912.91	3.79
Medical Nursing Facility	8,828,616.37	8,656,693.13	1.99	85,963,859.74	87,027,644.30	(1.22)	21,414.97	968,401.53	(97.79)	85,942,444.77	86,059,242.77	(0.14)
Medical Pharm. Services	786,889.03	753,541.39	4.40	7,851,184.47	7,877,895.92	(0.34)	7,303.74	0.00	100.00	7,843,880.73	7,877,895.92	(0.43)
Miscellaneous Tags	28,802.57	23,955.42	20.23	228,513.85	225,192.35	1.47	287.75	351.50	(18.14)	228,226.10	224,840.85	1.51
Miscellaneous Taxes*	15,813.60	15,710.26	0.66	279,299.54	312,992.25	(10.76)	36,115.00	930.49		243,184.54	312,061.76	(22.07)
Mobile Telecom Tax	5,352,117.78	6,312,802.16	(15.22)	59,386,985.48	68,321,609.39	(13.08)	99,706.42	0.00	100.00	59,287,279.06	68,321,609.39	(13.22)
Motor Fuels (Diesel)	12,009,461.86	10,776,902.17	11.44	116,834,601.09	111,777,343.89	4.52	5,364,610.01	3,991,028.96	34.42	111,469,991.08	107,786,314.93	3.42
Motor Registration Reinstatement Fees	102,978.14	42,449.80		828,663.82	1,018,476.91	(18.64)	765.00	1,123.00	(31.88)	827,898.82	1,017,353.91	(18.62)
Motor Vehicle Title Fees	2,080,052.10	1,985,137.75	4.78	18,801,743.62	18,841,390.94	(0.21)	345.00	475.50	(27.44)	18,801,398.62	18,840,915.44	(0.21)
Motor Veh Salv Inspect Fees	63,000.00	55,650.00	13.21	690,893.00	723,077.00	(4.45)	0.00	0.00		690,893.00	723,077.00	(4.45)
Oil & Gas Privilege (8%)	7,125,490.44	7,618,838.97	(6.48)	71,764,462.90	72,696,841.35	(1.28)	2,534,352.34	1,225,851.44		69,230,110.56	71,470,989.91	(3.14)
Oil & Gas Production (2%)	2,763,545.71	2,525,305.77	9.43	23,316,951.37	24,140,576.65	(3.41)	948,476.71	402,289.18		22,368,474.66	23,738,287.47	(5.77)
Oil Lubricating	156,240.88	141,762.65	10.21	1,555,396.47	1,514,483.15	2.70	17,218.00	23,941.54	(28.08)	1,538,178.47	1,490,541.61	3.20
Oil Wholesale License	1,696.91	134,897.96	(98.74)	11,987,362.44	6,812,720.44	75.96	41,946.22	25,428.02	64.96	11,945,416.22	6,787,292.42	76.00
Par-Mutual Pool	129,807.37	137,722.29	(5.75)	1,311,602.07	1,315,884.44	(0.33)	0.00	0.00		1,311,602.07	1,315,884.44	(0.33)
Property Tax**	7,308,533.84	6,961,390.21	4.99	355,523,457.60	348,963,600.47	1.88	0.00	0.00		355,523,457.60	348,963,600.47	1.88
Rental or Leasing	5,480,683.44	5,121,439.89	7.01	62,885,285.32	51,876,211.09	21.22	199,144.04	158,036.49	26.01	62,686,141.28	51,718,174.60	21.21
Sales	176,025,774.71	169,750,810.68	3.70	1,723,559,905.41	1,686,321,594.42	2.21	2,818,528.26	2,906,220.30	(3.02)	1,720,741,377.15	1,683,415,374.12	2.22
Scrap Tire Environmental Fee	363,756.98	335,578.28	8.40	3,259,471.46	3,110,310.30	4.80	2,218.60	0.00	100.00	3,257,252.86	3,110,310.30	4.72
Solid Waste Disposal Fee	1,580,827.32	1,444,129.75	9.47	6,115,757.87	6,091,626.08	0.40	9,932.69	0.00	100.00	6,105,825.18	6,091,626.08	0.23
Store Licenses	2,362.67	3,898.17	(39.39)	532,895.24	553,287.13	(3.69)	30.94	90.90	(65.96)	532,864.30	553,196.23	(3.68)
Tobacco Cigarette Tax	9,791,609.32	10,487,127.54	(6.63)	96,598,407.12	99,920,845.19	(3.33)	61,381.86	95,513.46	(35.73)	96,537,025.26	99,825,331.73	(3.29)
Tobacco OTP Tax	692,582.24	594,805.85	16.44	8,066,650.38	6,330,553.78	27.42	400.00	5,827.07	(93.14)	8,066,250.38	6,324,726.71	27.54
TVA Electric	8,662,010.16	9,051,532.75	(4.30)	89,254,551.19	93,983,324.49	(5.03)	0.00	0.00		89,254,551.19	93,983,324.49	(5.03)
Use	27,761,351.47	25,584,153.39	8.51	265,779,755.37	261,862,707.07	1.50	2,368,549.35	2,438,546.11	(2.87)	263,411,206.02	259,424,150.96	1.54
Utility Gross Receipts	35,560,088.13	36,737,023.73	(3.20)	339,583,442.54	332,068,253.42	2.26	1,397,344.15	923,287.82	51.34	338,186,098.39	331,144,965.60	2.13
Utility License (2.2%)	36,245,112.41	36,281,560.86	(0.10)	146,414,946.83	144,926,386.15	1.03	0.00	0.00		146,414,946.83	144,926,386.15	1.03
TOTAL	635,201,664.51	611,296,010.22	3.91	7,850,355,750.05	7,799,733,369.67	0.65	640,089,194.99	654,316,906.74	(2.17)	7,210,266,555.06	7,145,416,482.93	0.91

*Miscellaneous Taxes Collected Includes: Auto Dismantler Lic, Auto Reconditioner & Rebuilder Lic, Illegal Drugs, Motor Carrier Mileage, and Playing Cards.

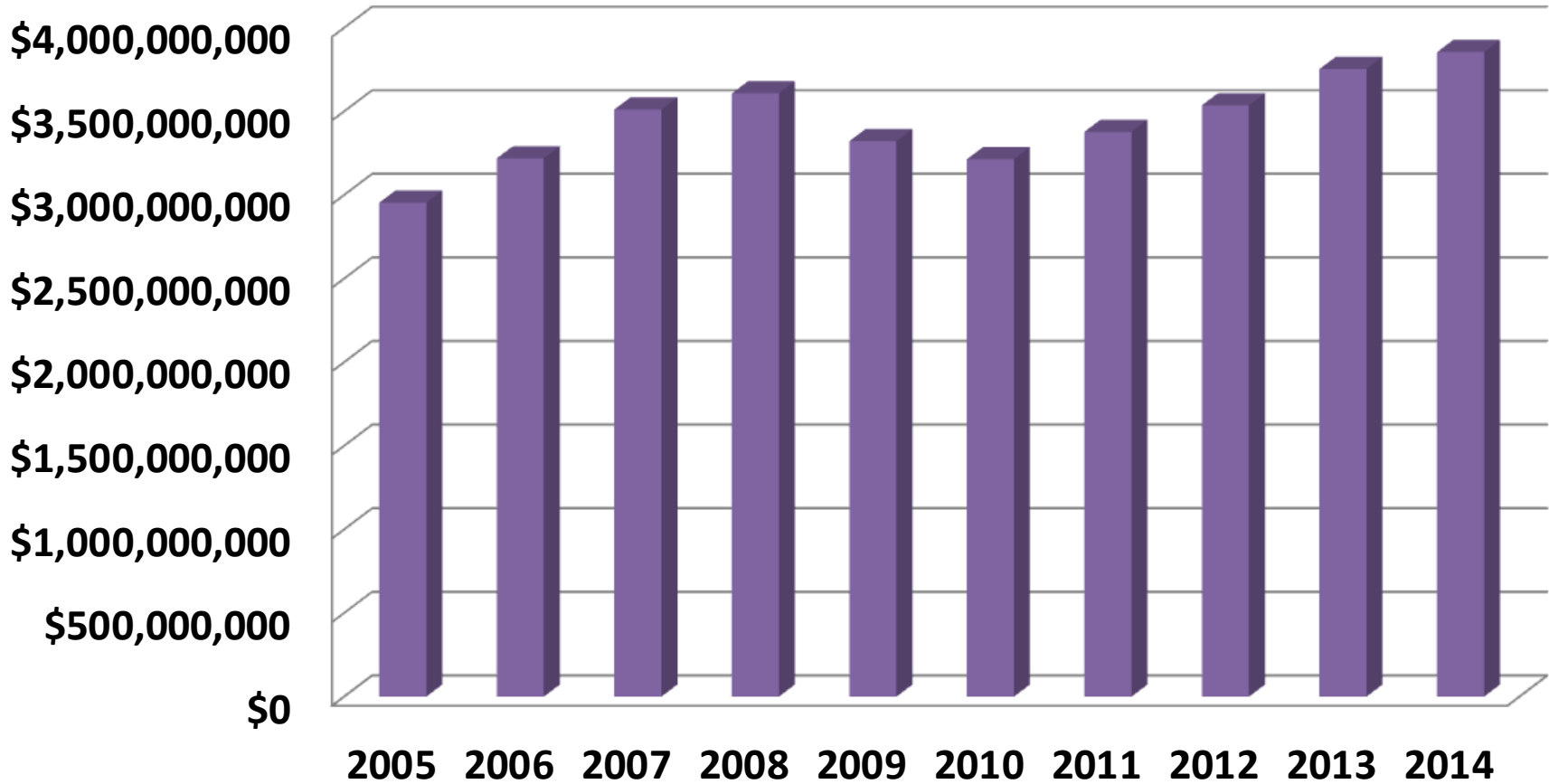
**Property Tax as reported to the Comptroller; refunds made by local jurisdictions are not reported.

***Due to processing changes for Coal Severance (\$.135/Ton), Coal Severance (\$.20/Ton) and Hazardous Waste tax collections that would have normally been credited to FY12 was credited to FY13. (Coal Severance \$.135/Ton - \$2,272,803.84; Coal Severance \$.20/Ton - \$490,030.72; and Hazardous Waste \$249,710.50)

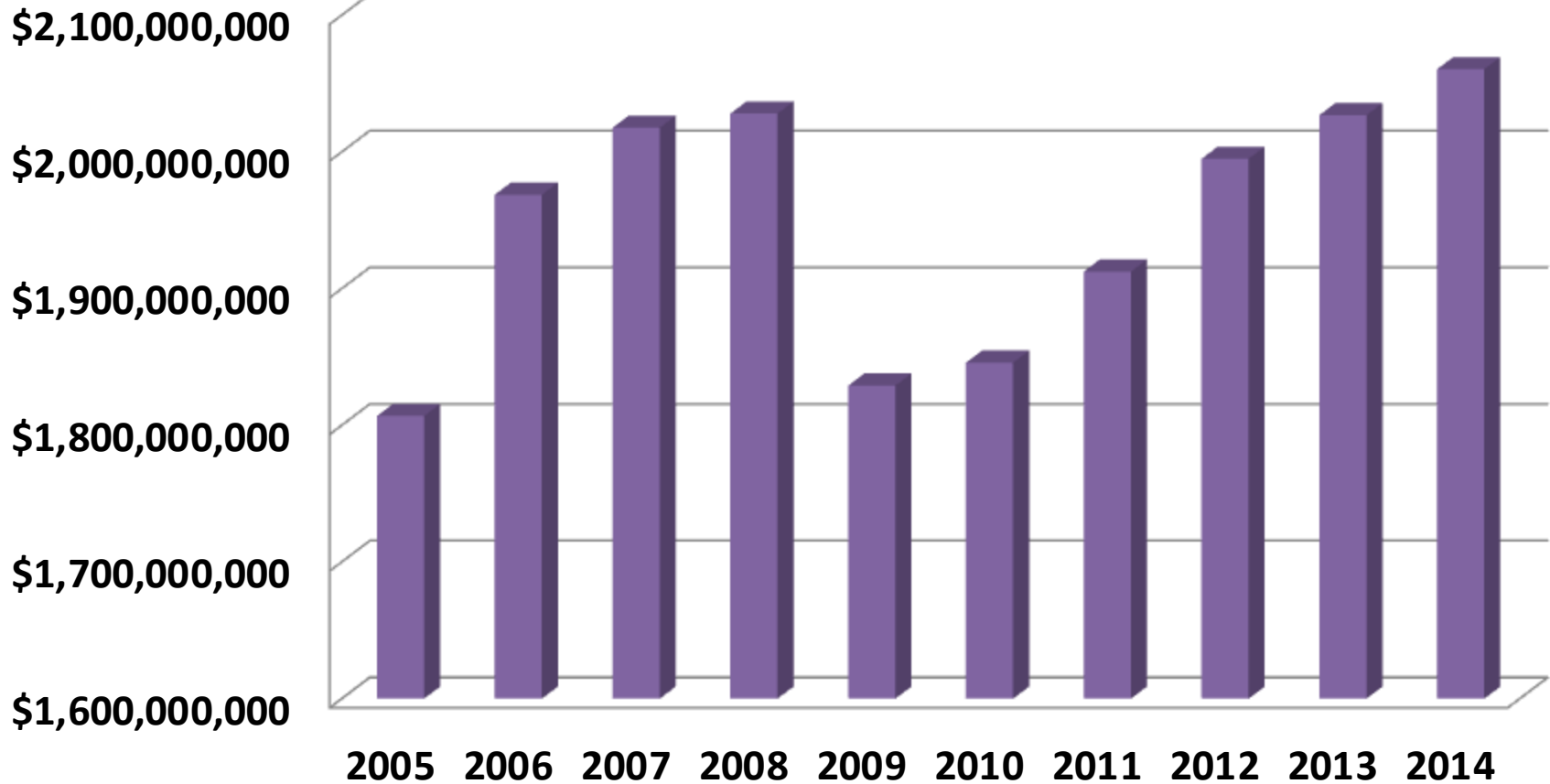
Corporate Income Tax



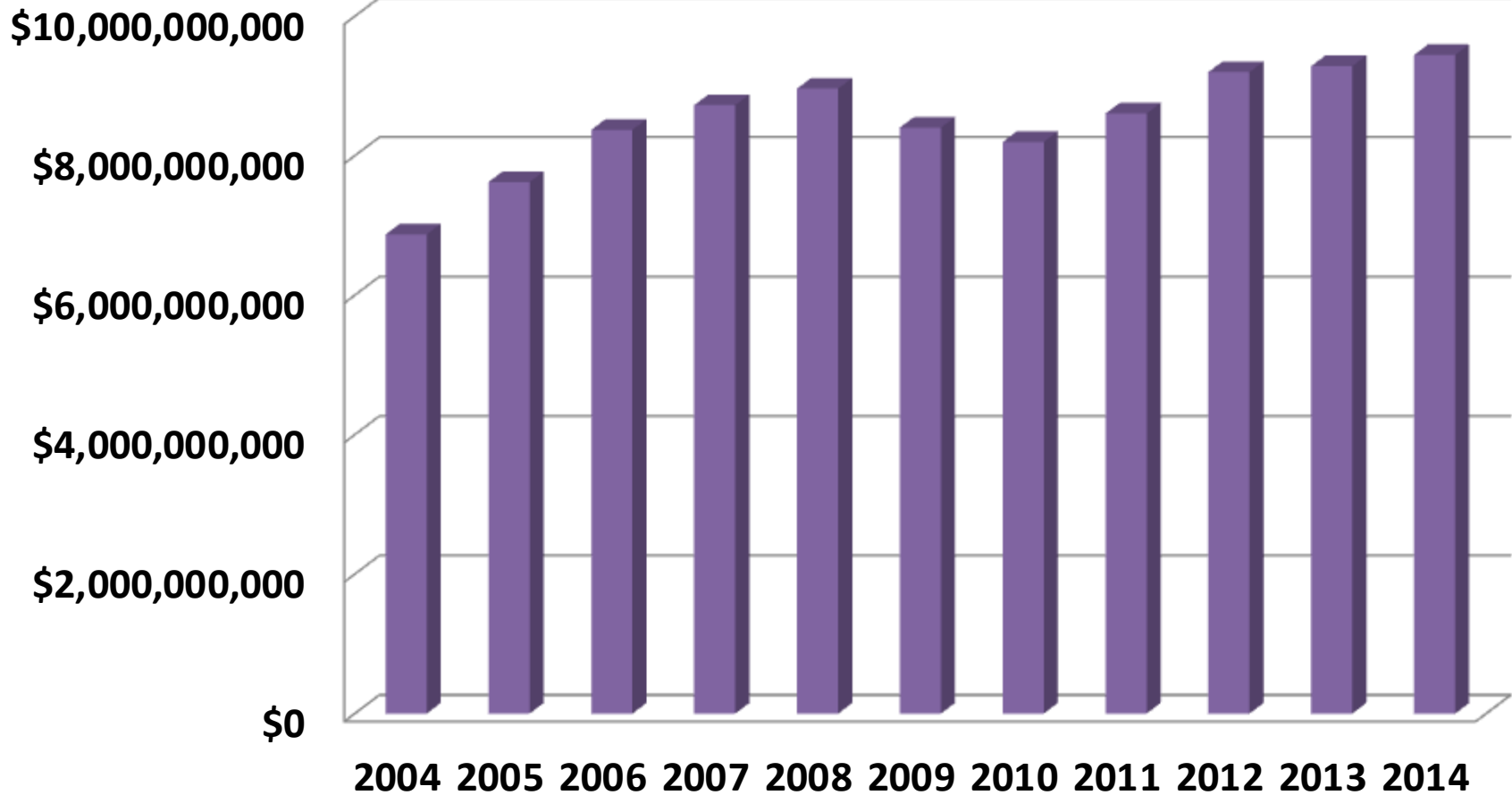
Individual Income Tax



Sales Tax Collections



Total Collections



Sources of Revenue that Benefit Cities

Chart of Taxes

ALABAMA DEPARTMENT OF REVENUE

Distribution of State Taxes/Fees Collected by the Alabama Department of Revenue

Division	Tax Source	General	Education	Road & Bridge	Counties	Cities	Mental Health	Conservation	Human Resources	Other
IC	Alabama Accountability Act									(1)
BL	Alabama Uniform Natural Minerals Tax									(2)
IC	Agents' Occupational License tax	All								
BL	Automotive Dismantler License	All								
BL	Automotive Recon/Rebuild Fee	All								
IC	Business Privilege Tax	(3)			(3)					
BL	Coal Severance Tax (13.5 cents per ton)	(4)								
BL	Coal Severance Tax (20 cents per ton)				(5)	(5)				
SU	Contractors' Gross Receipts Tax						85%		15%	
PT	Deeds and Assignments	38.461% (6)	46.154% (6)						15.385% (6)	
SU	Dry Cleaning Trust Fund Fee									(7)
IC	Estate Tax	All								
IC	Financial Institutions' Excise Tax	25% (8)			25%	50%				
BL	Forest Products' Severance Tax									(9)
PT	Freight Line R.R. Equipment Tax	All								
BL	Gasoline Tax			(10)	(10)	(10)		(10)		
BL	Gasoline Aviation and Jet Fuel									(11)
BL	Hazardous Waste Fee	(12)			(12)					(12)
SU	Hospital Assessment for Medicaid									(13)
BL	Horse Wagering Fee	All								
SU	Hydro-Electric K.W.H. Tax		42%				58%			
IN	Illegal Drug Tax	All								
IC	Income Tax	(14)	Balance (14)							
MV	International Fuel Tax Agreement			(15)	(15)	(15)		(15)		(17)
MV	IHP Registration Fees			(16)	(16)	(16)				(17)
BL	Iron Ore Severance Tax		All							
BL	Local Solid Minerals Tax				(2)					
SU	Lodgings Tax	(18)			(18)					(18)
MV	Mandatory Liability Insurance (MLI)	(19)								(19)
MV	Manufactured Home Supplemental Title & Cancellation Fee	All (20)								(20)

Continued

ALABAMA DEPARTMENT OF REVENUE

Division	Tax Source	General	Education	Road & Bridge	Counties	Cities	Mental Health	Conservation	Human Resources	Other
SU	Medicaid Nursing Facility Tax									(21)
SU	Medicaid Pharmaceutical Services Tax									(21)
MV	Miscellaneous Tags			All						
SU	Mobile Radio Telecommunications Services Tax	(22)	(22)							(22)
BL	Motor Carrier Fuel Tax			(15)	(15)	(15)				
BL	Motor Carrier Mileage Tax			Balance (23)						
BL	Motor Fuels (Diesel)			(24)	(24)	(24)				
MV	Motor Vehicle Registration Fee			(25)	(25)	(25)				
MV	Motor Vehicle Title Fee	All								
BL	Oil and Gas Privilege Tax	(26)			(26)	(26)				
BL	Oil and Gas Production Tax (2%)	All								
BL	Oil Lubricating Tax	(27)		(27)	(27)	(27)				
BL	Oil Wholesale License Tax	All								
BL	Pari-Mutuel Pool Tax	All								
BL	Playing Cards Tax	All								
SU	Prepaid Wireless 9-1-1 Charge									(28)
SU	Rental or Leasing Tax	All								
SU	Sales Tax	(29)	Balance (29)		\$378,000			(29)	\$1,322,000	
IN	Salvage Vehicle Inspection Fee									(30)
BL	Scrap Tire Environmental Fee									(31)
BL	Solid Waste Disposal Fee									(32)
BL	Store License		All							
BL	Tobacco Products (Cigarettes) Tax	(33)					(33)	(33)	(33)	(33)
BL	Tobacco Products (Tobacco) Tax	All								
FO	TVA Electric	17%			83% (34)					
BL	Underground and Aboveground Storage Tank Trust Fund Charge									(35)
SU	Use Tax	(36)	(36)					(36)		
SU	Utility Gross Receipts Tax		Balance (37)				(37)			
SU	Utility License Tax (2.2%)	15%					85%			

Always Read the Fine Print

ALABAMA DEPARTMENT OF REVENUE

References to Fund Distributions

- (1) The Revenue Commissioner will annually distribute the funds in the Failing Schools Income Tax Credit Account, set up in the Education Trust Fund, to qualifying parents.
- (2) Counties where severance occurs.
- (3) Counties receive an amount directed under Section 40-14-43 plus .75% increase annually; balance to State General Fund.
- (4) Applied to credit of Alabama State Docks Bulk Handling Facility Trust Fund to meet annual interest and bond retirement requirements. Balance distributed as follows: \$300,000, Alabama Mining Academy; \$500,000, Jefferson County General Fund; \$500,000, Tuscaloosa County General Fund; \$200,000, Walker County Economic and Industrial Development Authority; remainder, General Fund.
- (5) Coal or lignite severed within police jurisdiction or municipal limits: 50%, municipality where severed and 50%, county where severed. Coal or lignite severed other than within police jurisdiction or municipal limits: 100%, county where severed.
- (6) All property taxing jurisdictions receive their proportional share of the taxes, fees, and interest upon the sale of tax delinquent property. State portion of funds: General Fund—38.461% for costs and interest on costs; Education Trust Fund—46.154%; Human Resources Fund—15.385%.
- (7) Alabama Dry Cleaning Environmental Response Trust Fund.
- (8) Act 99-664 increased the rate from 6% to 6.5% for all tax years after Dec. 31, 2000; all revenue generated from rate increase deposited to State General Fund.
- (9) 100% Special State Forestry Fund administered by the State Forestry Commission.
- (10) Gasoline has a total 16-cent per gallon tax levy comprised of a 7-cent levy, a 5-cent supplemental levy, and a 4-cent levy. 35/100 of 1% of net collections of the 12-cent tax levy (7-cent and 5-cent supplemental tax levy) goes to Conservation (60% to the State Water Safety Fund and 40% to the Seafood Fund). 60% of the 5-cent supplemental tax levy goes to the State Road & Bridge Fund. 40% of the 5-cent supplemental tax levy is distributed according to the 45%/55% distribution formula detailed below.
The balance of the 12-cent tax levy and the entire 4-cent tax levy are distributed as follows: (1) 45% to the State Road & Bridge Fund; (2) 55% to be shared by the counties and their municipalities as follows: (a) 25% of the net tax proceeds is distributed equally to 67 counties; (b) 30% of the net proceeds is allocated to the 67 counties based on population; (1) 10% of the counties' share received is allocated to each municipality within the county, based on a population ratio; (2) remaining portion is distributed to the county.
- (11) Department of Transportation – Aeronautics Division.
- (12) Distribution of funds based upon the waste type. Note: General Fund distributions are also subject to a county guarantee. \$6.50 RCRA/PCB and all other waste types: First \$400,000 to the Alabama Department of Environmental Management and remainder to the General Fund to process Sumter County guarantee, of any remaining amount from RCRA/PCB base rate, \$500,000 to Alabama Legacy for Environmental Research Trust (ALERT) Fund. \$1.00/ton: All to Alabama Hazardous Substance Cleanup Fund.
- (13) 100% to Medicaid.
- (14) That portion necessary to reimburse the Property Tax Relief Fund for homestead exemptions. Balance to the Education Trust Fund.
- (15) That portion attributable to the use of gasoline shall be distributed in the manner of the gasoline tax. That portion attributable to the use of motor fuels (diesel) shall be distributed in the manner of the motor fuels (diesel) tax.
- (16) Base amount: 72% – Road and Bridge Fund; 21% – city or county of residence; 7% – counties and cities. Additional amount: 64.75% – Road and Bridge Fund; 35.25% – counties. Additional amount: 64.75% – Road and Bridge Fund; 35.25% – counties. Additional amount: 64.75% – Road and Bridge Fund; 35.25% – counties.
- (17) Prorated to participating states.
- (18) 75% of 4% tax to the General Fund.
25% of 4% tax to Alabama Bureau of Tourism and Travel.
50% of 1% tax to Alabama Mountain Lakes Association. 50% of 1% tax to Alabama Mountain Lakes counties.
- (19) From the net proceeds ADOR receives: 15% is distributed to the Alabama Peace Officers' Annuity and Benefit Fund; administrative costs for the MU program are paid; any remaining funds are distributed to the General Fund.
- (20) Additional \$5 issuance fee is distributed to Alabama Housing Foundation.
- (21) Alabama Health Care Trust Fund.
- (22) \$1,500,000 – Education Trust fund; Alabama Revolving Loan Fund Authority Servicing Banks; remainder to General Fund.
- (23) Administrative cost to Public Service Commission.
- (24) Motor Fuels has a total 19-cent per gallon tax levy comprised of a 13-cent and 6-cent levy. 100% of 13-cent levy—Road & Bridge Fund; 4.69% of the 6-cent levy—distributed equally among the 67 counties; .93% of 6-cent levy—distributed to incorporated municipalities as provided in 88-17-91(a)(2)c, Code of Ala., 1975; remainder of 6-cent levy—Road & Bridge Fund.
- (25) Base fee distribution: 2.5% commission to county licensing official; 5% Road & Bridge Fund; 72% Road & Bridge Fund; 21% city or county; 7% cities & counties. Additional fee distribution: 64.75% Road & Bridge Fund; 35.25% counties.
- (26) Onshore Production:
25% – General Fund; 75% balance is distributed as follows: 66-2/3% distributed as follows: 25%, counties severed; 10%, cities severed; 50% of the first \$150,000 remaining to General Fund; 42.5%, counties severed, and 7-1/2%, cities; Remainder of 66-2/3%: 84%, General Fund; 14%, counties severed, 2%, cities; 16-2/3% – General Fund; 16-2/3% – Counties severed.
Offshore Production: 90%, General Fund, 10%, counties severed.
- (27) 1935 Act – 2 cents to the General Fund
1980 Act – 4 cents: 45%, State Road and Bridge Fund; 55% to counties (10% of which is distributed to the cities).
- (28) Commercial Mobile Radio Services Board and, upon the effective date of the statewide 9-1-1 charge, to the statewide 9-1-1 Board.
- (29) Sales tax on automotive vehicles: 58%, Education Trust Fund; 42%, General Fund. Discount cap revenues to state parks and Foster Children Program. (Note: After Oct. 1, 2002, the lesser of \$500,000 or entire amount to Human Resources Fund. Balance to Department of Conservation and Natural Resources.)
- (30) Administrative cost to Alabama Department of Revenue for Salvage Vehicle Inspection Program.
- (31) 100% to Alabama Department of Environmental Management—Scrap Tire Fund.
- (32) 25% to the Alabama Recycling Fund; 25% to the Solid Waste Fund; 45% to the Alabama Department of Environmental Management; 4% administrative collection allowance for owners & operators; 1% administrative collection allowance for ADOR.
- (33) 38.82% distributed as follows: 66.67% – General Fund; 12.12% – Special Mental Health Fund; 6.00% – State Public Welfare Fund; 6.06% – State Parks Development Authority; 9.09% – IDA Bonds, Remaining to General and Mental Health Fund. 61.18% distributed as follows: \$2 million to counties to offset administrative expenses; balance – General Fund for Medicaid services.
- (34) See Act 2010-135 for distribution to counties.
- (35) 100% to the Alabama Underground and Aboveground Trust Fund.
- (36) Education Trust Fund, except for 42% of the 2% tax on gross proceeds from sale of automotive vehicles which will go to the General Fund, and revenues from the repealed discount which go to the Foster Children's Program and the Department of Conservation and Natural Resources. Effective Oct. 1, 2011, Act No. 2011-642 provides that only for fiscal years ending Sept. 30, 2012, and Sept. 30, 2013, the \$1 million normally disbursed to the Coastal Programs will instead be disbursed to the State General Fund. Act No. 2012-599 provides that effective Oct. 1, 2012, after the distribution of the 2% tax on gross proceeds from the sales of automotive vehicles and other distributions provided in Section 40-23-85, 75% of future collections from remote sellers and 25% of all current use taxes will be deposited into the General Fund. An amount sufficient to fund the Children's Health Insurance Program (CHIP) will be distributed annually as a first charge against the amounts allocated to the General Fund under Section 40-23-85. It is the legislative intent that all amounts collected on transactions involving a seller located outside the state when the property is shipped or transported from outside the state will be considered use tax for the purpose of distribution, regardless of whether the taxes are considered sales taxes for other purposes.
- (37) \$4,600,000, Special Mental Health Trust Fund; balance, to Education Trust Fund.

Department of Revenue Division / Section Abbreviations:

BL – Business & License Tax; FO – Financial Operations; IC – Individual & Corporate Tax; IN – Investigations; MV – Motor Vehicle; PT – Property Tax; SJ – Sales & Use Tax.

Watch the Progress each Month

REVENUE ABSTRACT ALABAMA DEPARTMENT OF REVENUE Month of December 2013

Fiscal Year: 1 October 2013 - 30 September 2014
Comparative Statement of Gross Tax Collections for the Month
and Fiscal Periods Indicated.

Source: Financial Operations
revenue.alabama.gov

Title of Tax	December 2013	December 2012	% Change	FYTD 2013-14	FYTD 2012-13	% Change	FYTD Refunds 2013-14	FYTD Net 2013-14
Bulk Storage Withdrawal Fee	2,854,675.80	2,961,148.74	(3.60)	8,851,877.10	8,810,758.69	0.47	75,433.88	8,776,443.22
Business Privilege Tax	5,885,384.11	5,418,599.90	8.61	9,856,684.37	17,560,934.50	(45.01)	4,105,429.07	5,551,255.30
CMRS Wireless 911 Service Charge	1,250,856.53	536,054.40		2,900,341.46	1,494,980.41	94.01	84.92	2,900,256.54
Coal Severance (\$.135/Ton)***	230,960.52	195,680.20	18.03	421,113.93	2,632,702.56	(84.00)	0.00	421,113.93
Coal Severance (\$.20/Ton)***	337,103.84	284,058.37	18.67	618,198.41	1,014,157.10	(39.04)	0.00	618,198.41
Contractors' Gross Receipts	3,914,930.64	3,716,946.05	5.33	13,002,886.15	11,045,773.10	17.72	9,307.72	12,993,578.43
Deeds and Assignments	560,935.78	76,493.31		935,569.29	472,190.38	98.13	22,816.24	912,753.05
Dry Cleaning Registration Fee	19,762.55	91,710.22	(78.45)	73,384.43	142,210.46	(48.40)	0.00	73,384.43
Estate and Inheritance	0.00	0.00		0.00	0.00		0.00	0.00
Financial Institutions Excise	842,089.61	956,464.84	(11.96)	2,577,718.03	1,086,545.20		0.00	2,577,718.03
Forest Products Severance	0.00	364.03	(100.00)	1,379,611.91	1,352,026.10	2.04	0.00	1,379,611.91
Freight Line R.R. Equipment	192,782.58	930,896.35	(79.29)	2,924,456.05	3,351,776.83	(12.75)	0.00	2,924,456.05
Gasoline	32,451,855.71	35,141,506.37	(7.65)	99,904,094.51	97,931,778.90	2.01	2,151,939.70	97,752,154.81
Gasoline (Aviation & Jet Fuel)	215,447.53	203,521.64	5.86	675,696.80	480,925.06	40.50	134,793.47	540,903.33
Hazardous Waste***	38,660.96	209,380.54	(81.54)	81,781.38	553,847.40	(85.23)	0.00	81,781.38
Hospital Assessment Fee	232,345.71	18,920.09		65,033,395.26	61,575,128.63	5.62	0.00	65,033,395.26
Hydro-Electric KWH	0.00	0.00		781,736.61	0.00		0.00	781,736.61
IFTA License Tax	976,775.98	26,849.00		2,093,606.85	2,078,509.31	0.73	0.00	2,093,606.85
Income Tax-Corporate	75,992,150.27	62,277,271.74	22.02	93,870,687.68	80,637,558.55	16.41	22,081,154.02	71,789,533.66
Income Tax-Individual	269,598,783.14	273,351,797.41	(1.37)	811,396,158.41	795,235,469.57	2.03	63,082,173.65	748,313,984.76
IRP Registration Fees	3,239,915.25	2,108,630.45	53.65	6,685,274.39	9,014,141.93	(3.65)	0.00	6,685,274.39
Lodgings	3,219,117.63	3,129,860.56	0.95	11,491,231.53	11,357,679.38	1.09	3,142.53	11,479,089.00
Medicaid Nursing Facility	8,507,357.63	8,670,110.44	(1.88)	25,389,296.86	26,257,223.27	(3.31)	0.00	25,389,296.86
Medicaid Pharm. Services	740,410.60	786,548.02	(3.41)	2,348,314.14	2,340,099.33	0.35	0.00	2,348,314.14
Miscellaneous Tags	17,398.09	19,545.93	(10.99)	70,368.13	62,123.51	13.27	0.00	70,368.13
Miscellaneous Taxes*	14,847.20	28,330.71	(47.59)	188,404.20	192,762.85	(2.26)	35,663.00	152,741.20
Mobile Telecom Tax	5,866,009.46	7,147,974.48	(17.93)	18,652,248.66	21,483,921.84	(13.18)	0.00	18,652,248.66
Motor Fuels (Diesel)	11,083,788.63	12,363,675.75	(10.35)	35,054,151.60	33,548,205.35	4.49	2,216,135.83	32,838,015.77
Motor Registration Reinstate fees	54,357.99	135,782.12	(59.97)	174,606.62	442,186.58	(60.51)	0.00	174,606.62
Motor Vehicle Title Fees	1,628,328.57	1,500,125.24	8.55	5,292,632.90	5,185,019.49	2.08	130.00	5,292,502.90
Motor Veh Salv Inspec Fees	49,652.00	50,625.00	(1.92)	177,902.00	198,675.00	(10.46)	0.00	177,902.00
Oil & Gas Privilege (8%)	7,090,726.07	7,783,014.37	(8.89)	22,864,729.53	21,729,833.90	5.22	1,160,443.28	21,704,286.25
Oil & Gas Production (2%)	2,538,748.98	1,330,870.37	90.76	6,427,562.07	5,976,048.90	7.56	387,325.59	6,040,236.48
Oil Lubricating	140,288.60	145,019.96	(3.26)	485,748.90	452,133.39	7.43	131.83	485,617.07
Oil Wholesale License	252.88	10,097.87	(97.50)	8,022,364.41	6,479,234.24	23.82	10,643.84	8,011,720.57
Pari-Mutuel Pool	151,758.42	124,172.54	22.22	387,869.95	373,820.66	3.76	0.00	387,869.95
Property Tax**	74,770,060.06	66,997,042.21	11.60	136,228,683.54	120,369,038.53	13.18	0.00	136,228,683.54
Rental or Leasing	5,212,522.46	4,733,560.42	10.12	15,918,019.94	15,383,519.43	3.47	70,137.36	15,847,882.58
Sales	178,608,802.25	175,087,779.79	2.01	517,998,175.42	505,449,892.46	2.42	673,122.75	517,025,052.67
Scrap Tire Environmental Fee	295,644.53	280,002.90	5.59	935,539.70	887,963.44	5.36	0.00	935,539.70
Solid Waste Disposal Fee	10,808.04	24,520.98	(55.08)	1,553,842.91	1,520,430.01	2.20	9,932.69	1,543,910.22
Store Licenses	235,195.59	119,608.03	96.64	391,895.83	375,015.91	4.50	0.00	391,895.83
Tobacco Cigarette Tax	9,554,015.60	9,720,875.15	(1.72)	30,254,467.98	29,433,267.88	2.79	20,849.43	30,233,618.55
Tobacco OTP Tax	648,827.87	539,600.46	20.24	1,948,517.53	1,748,456.80	11.44	400.00	1,948,117.53
TVA Electric	8,662,010.16	9,051,532.75	(4.30)	28,820,480.07	30,622,595.24	(6.54)	0.00	28,820,480.07
Use	24,982,247.71	27,671,440.66	(9.72)	77,679,004.62	76,568,487.54	1.19	407,798.07	77,071,206.55
Utility Gross Receipts	31,052,038.83	33,523,451.74	(7.37)	92,515,147.49	95,816,878.14	(3.45)	1,259,391.38	91,255,756.11
Utility License (2.2%)	485,303.13	142.02		37,463,787.13	36,603,840.13	2.35	0.00	37,463,787.13
TOTAL	774,456,995.40	759,520,602.12	1.97	2,203,889,266.68	2,147,329,763.68	2.63	97,918,380.25	2,108,970,886.43

*Miscellaneous Taxes Collected Includes: Auto Dismantler Lic, Auto Reconditioner & Rebuilder Lic, Illegal Drugs, Motor Carrier Mileage, and Playing Cards.

**Property Tax as reported to the Comptroller; refunds made by local jurisdictions are not reported.

***Due to processing changes for Coal Severance (\$.135/Ton), Coal Severance (\$.20/Ton) and Hazardous Waste tax collections that would have normally been credited to FY12 was credited to FY13. (Coal Severance \$.135/Ton - \$2,272,893.64; Coal Severance \$.20/Ton - \$490,030.72; and Hazardous Waste \$249,710.39)

New Projects

- One Spot
- Local Nexus Rule
- Building better relationships.
 - knowledge sharing, making it easier to do business with government, whether it is city, county or state and improving customer service for taxpayers.

One Spot

Under previous law, businesses with multiple locations must file tax returns in multiple jurisdictions using various tax filing processors, including the Revenue Department, self-administered cities and counties, and private entities.

The purpose of the ONE SPOT is to provide business taxpayers with the option to file all of their sales, use, and rental tax returns and make the accompanying payments online. All local tax jurisdictions are required to use the ONE SPOT system.

ONE SPOT required the Alabama Department of Revenue to develop and make available a system by Sept. 30, 2013, which allows any taxpayer required to file and remit a state, county, or municipal sales or use tax or a state, county, or municipal leasing or rental tax the ability to file and remit the tax returns and payments through an electronic single point of filing program.

The law specifies that taxpayers and local governments are allowed to utilize the system free of charge.

How's it Working?

Sales Tax (inc State and Local)	Number of Returns	Month
\$109,059,187.64	220,282	July 2014

Funded Mandate from MGM

- One Spot legislation committed up to \$1,000,000.00 per year for three years to assist local governments with integration expenses.
- So far localities have applied and received a total of \$706,846.
- That leaves \$293,154. Have you applied for your One Spot integration grant yet? If you don't know, you should ask. 😊

What (else) have we done for you lately?

Rule Change to 810-6-3-.51

First a little history

- *Yelverton's* (1997) – Court found that remote seller must have a salesman physically present in a local jurisdiction in order to be required to collect tax. Opinion based in part on Rule 810-6-3-.51(2).

- Post-*Yelverton's* ALJ cases
 - *Cobens Electronics and Appliances* (2011)
 - *Crown Housing Group* (2007)
 - *Diversified Sales, Inc.* (2007)

 - The Department's ALJ reinforced the *Yelverton's* rule requiring the presence of a salesman in the jurisdiction. But the ALJ went on to state that the *Yelverton's* holding could be reversed through a DOR rule change.

Regulations once inconsistent are now consistent

- State rule, Rule 810-6-2-.90.01, for interstate nexus was recently amended. An out-of-state merchant delivering into Alabama must collect Alabama sales tax.
- However, “local nexus” regulation remained unchanged, causing a discrepancy between state and local filing obligation thresholds.
- However, effective 1/1/2014 that was also amended to match the state filing obligation thresholds.

Please ensure your auditors know about this change

Where a municipality levies a true sales and use tax under the provisions of Section 11-51-200, Code of Alabama 1975 as amended, the sellers located in the municipality are required to collect the municipal sales tax on retail sales of tangible personal property in the same manner as the state sales tax as the tax is a consumer tax.

- The threshold applicable for determining whether a seller is obligated to collect and remit the state sales or use tax associated with interstate transactions shall also be applied by sellers to determine whether the seller is obligated to collect and remit local sales or use tax by examining the contacts the seller has within each local jurisdiction where local sales or use tax is due. Except as described in the following paragraphs, any seller responsible for collecting and remitting state sales or use tax with respect to a particular retail sales transaction or taxable use must collect and remit the corresponding sales or use tax for the appropriate local jurisdiction(s) with respect to the transaction or use. A seller may only avoid the responsibility for collecting and remitting a local jurisdiction's sales or use tax when the seller lacks physical presence within the local jurisdiction that would be sufficient to create an obligation to collect and remit state sales or use tax if the sales transaction or use in question was an interstate transaction.

Of Note this Session

- Act 2014-321 Income Tax Refund Set-Off for Debts Owed
 - Allows counties and municipalities within this state to set off from income tax returns with respect to the collection of debts and money owed to them as a result of any administrative or judicial proceeding.
 - Will take time to get ramped up but is a funded mandate that will help bring new revenue to your city.
 - Program will be managed by the League and Department of Revenue. More information about how it will work will be revealed this summer.
 - Effective July 1, 2014.

Of Note this Session

■ Act 2014-157 Facilitating Business Rapid Response to Declared Disasters

- **DISASTER OR EMERGENCY RELATED WORK.** Repairing, renovating, installing, building, rendering service, or other business activities that relate to infrastructure, owned or operated by a registered business, municipality, county, or public corporation, that has been damaged, impaired, or destroyed by the declared state disaster or emergency.
- For 10 days before and up to 60 days afterward, entities responding to work the disaster are not considered to have established a level of presence that would require that business or its out-of-state employees or property to be subject to any state or local taxes, licensing, registration, or filing requirements including, without limitation, state or local income taxes, payroll taxes, occupational and business licensing fees, privilege or franchise taxes, certification requirements, or Secretary of State licensing requirement.
- Nothing in this act shall exempt an out-of-state employee and out-of-state business from paying transaction-based taxes and fees during the disaster period including, but not limited to, fuel taxes, lodging taxes, and automobile leasing taxes.
- Effective March 13, 2014

Of Note this Session

- Act 2014-146 Taxpayer Fairness Act
 - Formerly known as Taxpayers Bill of Rights II. That bill was killed and a substitute called Taxpayer Fairness Act was adopted. Creates an Independent Tax Court.
 - Effective 10/1/14 –prior to that date you will have to inform the new Tax Tribunal Court if you wish to opt in or opt out.
 - Opting out means you handle tax appeals the same as you do today. Opting in means the Tax Tribunal will hear and rule on all tax appeals. Can make the choice once a year.
 - Effective March 11, 2014, with certain provisions beginning October 1, 2014.

Of Note this Session

- Act 2014-331 Sales & Use Tax Exemption on Tangible Personal Property
 - Includes school lunches of Alabama Private, School Institutions, Colleges, and Universities from Sales and Use Tax
 - Pertains to institutions operating in Alabama offering conventional and traditional courses of study
 - Retroactive to all open tax periods and all periods for which a preliminary or final assessment of tax could be entered pursuant to Section 40-2A-7
 - Effective July 1, 2014

Of Note this Session

- Act 2014-415 Online Business Personal Property Tax Filing System (OPPALS)
 - Allows taxpayer required to file a business personal property tax return with any county assessing official, ability and option to file return through electronic filing system (Effective October 1, 2016)
 - Provides uniform procedures and standardized formatting for online filing
 - Creates 10 member advisory committee to review ADOR's design and operation of system
 - Also creates non-itemized short-form tax return for certain small businesses (Effective October 1, 2014)

Of Note this Session

- Act 2014-430 FEIN/SSN Required for License Application
 - Requires applicant to provide FEIN or SSN when applying for a new license or renewing a license pursuant to Articles 2, 6, 8 and 9 of Chapter 12, Title 40
 - Licenses affected by bill are new licenses and renewals of business privilege licenses, store licenses, regulatory dealer and automotive dismantler licenses
 - County licensing officials must transmit business privilege license application information for new/renewal electronically to ADOR
 - Effective October 1, 2014

Of Note this Session

- Act 2014-262 Tobacco Products
 - All tobacco invoices must be machine generated
 - State and state-administered county tobacco tax must be separately stated by line item
 - Retailers must maintain 90 days of tobacco purchase invoices
 - Tobacco purchases must be made from wholesalers who are registered and permitted with the department
 - Retailers and semijobbers who import tobacco products must submit a duplicate invoice within 12 hours of receipt of tobacco products to department
 - Effective October 1, 2014

Questions?

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