

Certificates of Exemption

Act 2021-372 allows a Certificate of Exemption to be awarded for the construction of a highway, road or bridge project beginning on or after January 1, 2022.

An application with instructions for the Sales and Use Tax Certificate of Exemption can be accessed [here](#), or you may apply online by logging into your My Alabama Taxes account. When applying via your My Alabama Taxes account, click on the "Other Actions" tab and locate the "Apply for a Certificate of Exemption for a Government Entity Project" link. (The application process is the same for general contractors and subcontractors). Certificates of Exemption will be issued first to the county, second to the general contractor and third to the subcontractor.

Engineers are encouraged to include a statement in their Bid Announcement, Annual Bid and Project-Specific Contract documents specifying which projects, if any, will be eligible for the Certificate of Exemption. For your reference, the following is a suggested statement of declaration:

This project (will/will not) be eligible for a Certificate of Exemption as provided by Act 2021-372.