



# ACT #2025 - 450

- 1 HB372
- 2 PUVQEEE-2
- 3 By Representatives Ingram, Starnes, Stubbs (N & P)
- 4 RFD: Local Legislation
- 5 First Read: 27-Feb-25





## HB372 Enrolled

1 Enrolled, An Act,

2  
3 Relating to Elmore County; to levy a county rental tax  
4 and provide for the calculation of the rate; and to provide  
5 for the distribution of the proceeds collected from the tax.

6 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

7 Section 1. This act shall only apply to Elmore County.

8 Section 2. (a) In addition to all other taxes,  
9 beginning September 1, 2025, there is levied a privilege tax,  
10 to be called a rental tax, on each person leasing or renting  
11 tangible personal property as provided by this section.

12 (b) The Revenue Commissioner of Elmore County shall  
13 calculate the rates for the tax levied by this section using  
14 the formulas as provided in subsection (c) rounded to the  
15 nearest one tenth of a percent and shall publish notice of the  
16 rates by August 1, 2025.

17 (c)(1) a. The rate for each incorporated area of the  
18 county, including any police jurisdictions, shall be equal to  
19 the difference of the following:

20 1. Nine and one-half percent;

21 LESS

22 2. The lesser of the following:

23 (i) The general state rental tax rate levied pursuant  
24 to Section 40-12-222(a)(1), Code of Alabama 1975; or

25 (ii) Four percent;

26 LESS

27 3. The applicable general rental or lease tax rate  
28 levied on the rental of tangible personal property by a



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municipality in the incorporated area or police jurisdiction.

b. If the calculation from paragraph a. results in a negative number, no county rental tax shall be levied by this section.

(2) The rate for unincorporated areas of the county, not to include any police jurisdictions, shall be an amount equal to the greater of:

a. Five and one-half percent; or

b. The difference of the following:

1. Nine and one-half percent;

LESS

2. The lesser of the following:

(i) The general state rental tax rate levied pursuant to Section 40-12-222(a)(1), Code of Alabama 1975; or

(ii) Four percent.

(d) Upon any change in the rates referenced in subsection (c) that are used to calculate the county rental tax rate, the revenue commissioner shall recalculate the county rental tax rates in subsection (c) and publish notice of the new rate adjustment.

(e) The county commission shall certify by resolution the county rental tax rates levied by this section, including any recalculations provided by subsection (d).

(f) (1) Except as provided in subdivision (2), the tax levied by this section shall parallel the tax imposed by Article 4 of Chapter 12 of Title 40, Code of Alabama 1975. This tax shall apply to the same persons and transactions to which that tax applies.



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(2) Notwithstanding subdivision (1), the rental or lease of a motor vehicle that is required to be registered pursuant to Article 5 of Chapter 12 of Title 40 is exempt from this act.

(g) The county commission shall provide for the collection and administration of this tax by resolution.

(h) (1) The proceeds of this tax shall be deposited into the Enhance Elmore Fund.

(2) The county commission shall appropriate the proceeds of this tax as follows:

a. Ninety percent for infrastructure.

b. Ten percent for economic development.

Section 3. This act shall become effective on June 1, 2025.



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78 Speaker of the House of Representatives  
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83 President and Presiding Officer of the Senate  
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86 House of Representatives  
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88 I hereby certify that the within Act originated in and  
89 was passed by the House 09-Apr-25, as amended.  
90

91 John Treadwell  
92 Clerk  
93  
94  
95  
96

97  
98 Senate

07-May-25

Amended and Passed

99  
100 House

07-May-25

Concurred in Senate  
Amendment

101  
102  
103  
APPROVED

TIME

5-21-2025  
1:15 pm  
Kay Ivey  
GOVERNOR

Alabama Secretary Of State

Act Num....: 2025-450  
Bill Num....: H-372

ORIGINAL  
House Bill No. 372 (L.H.B.)  
Project No. PUVREFF-1  
Profile Date \_\_\_\_\_

SPONSOR

DIST. NO.

1. July 14-11  
CO-SPONSORS

2	<u>Shaw 88</u>	28
3	<u>Stubbs 31</u>	29
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HOUSE ACTION

DATE: 8-27 2005  
RD 1 RFD LC

REPORT OF STANDING COMMITTEE

This bill having been referred by the House to its standing committee on LOCAL GOV was acted upon by such committee in session, and returned therefrom to the House with the recommendation that it be Passed w/amend(s) 15 day of April 2005.  
Chas. Parker, Chair

DATE: 4-8 2005  
RF RD 2 CAL

DATE: 20  
RE-REFERRED ☐ RE-COMMITTED ☐  
Committee \_\_\_\_\_

DATE: 20  
RE-REFERRED ☐ RE-COMMITTED ☐  
Committee \_\_\_\_\_

I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill.  
HB 372  
YEAS 65 NAYS 0

JOHN TREADWELL,  
Clerk

FURTHER HOUSE ACTION (OVER)

SENATE ACTION

DATE: 4-7-05 2005  
RD 1 RFD LC

This Bill was referred to the Standing Committee of the Senate on LI

and was acted upon by such Committee in session and is by order of the Committee returned therefrom with a favorable report w/amd(s) 1 w/sub 1 w/eng sub 1 by a vote of \_\_\_\_\_ years \_\_\_\_\_ days \_\_\_\_\_ abstain  
this 15 day of April 2005.  
Chas. Parker, Chair

DATE: 4-15 2005  
RF RD 2 CAL ☐

I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill.  
HB \_\_\_\_\_  
YEAS \_\_\_\_\_ NAYS \_\_\_\_\_

PATRICK HARRIS,  
Secretary

DATE: 4-7-05 RD 3 at length  
PASSED ☒ PASSED AS AMENDED ☒

YEAS 71 NAYS 0  
And was ordered returned forthwith to the House  
PATRICK HARRIS,  
Secretary

DATE: 20  
INDEFINITELY POSTPONED YEARS NAYS

DATE: 20  
RECONSIDERED YEARS NAYS

FURTHER SENATE ACTION (OVER)