

1 HB177
2 203877-1
3 By Representative Sorrell (Constitutional Amendment)
4 RFD: Financial Services
5 First Read: 06-FEB-20

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8 SYNOPSIS: Under existing law, virtual currency is not
9 currently subject to ad valorem tax.

10 This constitutional amendment will exempt
11 virtual currency, herein defined, from ad valorem
12 tax.

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14 A BILL
15 TO BE ENTITLED
16 AN ACT
17

18 Proposing a constitutional amendment to the
19 Constitution of Alabama 1901, to exempt virtual currency from
20 ad valorem tax.

21 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

22 Section 1. The following amendment to the
23 Constitution of Alabama of 1901, as amended, is proposed and
24 shall become valid as a part thereof when approved by a
25 majority of the qualified electors voting thereon and in
26 accordance with Sections 284, 285, and 287 of the Constitution
27 of Alabama of 1901, as amended:

1 PROPOSED AMENDMENT

2 (a) The following term shall have the following
3 meaning:

4 (1) VIRTUAL CURRENCY. A digital representation of
5 value, other than a representation of the United State dollar
6 or a foreign currency, that functions as a unit of account, a
7 store of value, and/or a medium of exchange.

8 (b) Virtual currency shall be exempt from state,
9 county, and local ad valorem taxation.

10 Section 2. An election upon the proposed amendment
11 shall be held in accordance with Sections 284 and 285 of the
12 Constitution of Alabama of 1901, now appearing as Sections 284
13 and 285 of the Official Recompilation of the Constitution of
14 Alabama of 1901, as amended, and the election laws of this
15 state.

16 Section 3. The appropriate election official shall
17 assign a ballot number for the proposed constitutional
18 amendment on the election ballot and shall set forth the
19 following description of the substance or subject matter of
20 the proposed constitutional amendment:

21 "Proposing an amendment to the Constitution of
22 Alabama of 1901, to exempt virtual currency from ad valorem
23 tax."

24 "Proposed by Act _____."

25 This description shall be followed by the following
26 language:

27 "Yes () No ()."

