

**SB25 INTRODUCED**



1 SB25  
2 PULXERR-1  
3 By Senator Gudger  
4 RFD: Tourism  
5 First Read: 04-Feb-25  
6 PFD: 20-Nov-24



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SYNOPSIS:

Community development districts, which are established by law, allow the sale of alcoholic beverages within the boundaries of a district under certain circumstances. Certain community development districts authorize a sales tax that is deposited into a special fund in the county treasury of the county where the district is located and provides for distributions of those tax proceeds.

This bill would provide that the tax proceeds would be awarded as grants based on the recommendation of each legislator representing a portion of the county in proportion to the population of the county which the legislator represents.

A BILL  
TO BE ENTITLED  
AN ACT

Relating to community development districts; to amend Section 35-8B-5, Code of Alabama 1975; to further provide for distribution of tax proceeds from alcoholic beverage sales in certain community development districts.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:



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29           Section 1. Section 35-8B-5, Code of Alabama 1975, is  
30 amended to read as follows:

31           "§35-8B-5

32           (a) Notwithstanding any other provision of law,  
33 beginning on October 1, 2021, any proceeds of the sales tax on  
34 alcoholic beverages collected by a county in a community  
35 development district as provided in Section 35-8B-1(a)(2),  
36 (i)(2), and (q)(2), shall be deposited into a special fund in  
37 the county treasury to be used for grants to support  
38 education, civic, community, and tourism activities within the  
39 county in which the taxes were collected.

40           (b) Grants awarded pursuant to subsection (a) shall be  
41 distributed based on the recommendation of each legislator  
42 representing a portion of the county ~~in which the funds were~~  
43 ~~collected~~, based on the proportion of the population he or she  
44 represents in the county."

45           Section 2. This act shall become effective on June 1,  
46 2025.