



**House Urban and Rural Development Reported
Substitute for HB354**

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

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:

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

"§35-8B-5

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

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



**House Urban and Rural Development Reported
Substitute for HB354**

29 represents in the county."

30 Section 2. This act shall become effective on June 1,

31 2024.