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3 HOUSE FLOOR AMENDMENT TO HB419
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8 On page 21, delete lines 23-27 in their entirety and
9 insert in lieu thereof the following language:

10 "(c) Beginning with the 2019 municipal financial
11 institution excise tax distribution, each municipality shall
12 receive a percentage share of the total municipal financial
13 institution excise tax revenue equal to its average percentage
14 share of the total municipal financial institution revenue
15 distribution over the five years ending in 2018."

16 On page 25, line 12 before "§ 40-16-5.1" insert the
17 following language:

18 "§ 40-16-1.3.

19 (a) With respect to credit unions only, net income
20 means financial statement income which is the final net income
21 amount (total revenue less total expenses) calculated for
22 financial statement purposes and reported to the Internal
23 Revenue Service as a tax exempt organization and to the
24 Alabama Credit Union Administration or other government
25 regulatory authority as appropriate, less the subtractions
26 specified below and as allocated and apportioned to Alabama

1 according to rules adopted by the Department of Revenue
2 pursuant to Section 40-16-4.

3 (1) Subtractions. The following items shall be
4 subtracted from financial statement income for purposes of
5 computing the net income of a credit union under this chapter.

6 a. Dividends received from other credit unions and
7 credit union service organizations as defined by federal law
8 and the regulations of the National Credit Union
9 Administration.

10 b. In lieu of deductions for losses or bad debts,
11 reasonable additions to reserves therefor and for
12 extraordinary expenses."

13 On pages 31-33, delete subsection (e) in its
14 entirety and insert in lieu thereof the following language:

15 "(e) This act's distribution formula percentages, as
16 stated in § 40-16-6, shall apply to the annual 2019 financial
17 institution excise tax distribution.