

Alabama Department of Revenue

Information Release
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ADOR Encourages Business Privilege Taxpayers to Check Filing Status

Montgomery—Within the next few weeks, the Alabama Department of Revenue (ADOR) will mail delinquent filing notices to Alabama Business Privilege taxpayers for failure to file the annual Alabama business privilege tax return.

“The notices are the first notices issued following the department’s recent conversion to a new computer system. Should any of the delinquent notices be issued in error, we ask that the business privilege taxpayers advise their tax professional and notify the ADOR by telephone at (334) 242-9800 or by email at businessprivilegetax.delinquents@revenue.alabama.gov,” said State Revenue Commissioner Tim Russell.

Taxpayers or their legal representatives may also notify the ADOR by writing to the following address:

Alabama Department of Revenue
Individual and Corporate Tax Division
Business Privilege Tax Section
PO Box 327431
Montgomery, AL 36132-7431

The Alabama business privilege tax is owed by all corporations, limited liability entities, and disregarded entities which either are doing business in the State of Alabama, or are registered with the Alabama Secretary of State’s Office to do business in Alabama. The Alabama business privilege tax return and payment is due two and one-half months after the end of the taxable year for corporations. The return and payment is due three and one-half months after the end of the taxable year for non-corporate taxpayers, such as limited liability companies.

Business entities are liable for the Alabama business privilege tax for each taxable year during which the entity is in legal existence, regardless of the level of business activity. The Alabama business privilege tax is based on the net worth of the business entity and is levied on business entities by §40-14A-22, *Code of Alabama 1975*. Generally, the minimum business privilege tax is \$100.

The Alabama business privilege tax law was passed by the Alabama Legislature in 1999 as a replacement revenue source for the Alabama franchise tax which was declared unconstitutional in 1999 by the United States Supreme Court.

For more information concerning the business privilege tax and the delinquency notice, visit the department's Web site at http://www.revenue.alabama.gov/incometax/bpt_index.htm.

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