

Qualifying Business Activity under Chapter 9B Abatements

The qualifying project must constitute an “industrial, warehousing, or research activity”, which includes the following:

- Any of the following trades or businesses in the North American Industrial Classification System (NAICS). See <https://www.census.gov/naics/>, promulgated by the Executive Office of the President of the United States, Office of Management and Budget:
- 1133 (logging)
 - 115111 (cotton ginning)
 - 2121 (coal mining)
 - 22111 (electric power generation)
 - 221330 (steam and air conditioning supply)
 - 31 (except National Industry 311811), 32, and 33 (manufacturing)
 - 423 and 424 (merchant wholesalers, goods)
 - 482 (rail transportation)
 - 4862 (pipeline transportation of natural gas)
 - 48691 (pipeline transportation of refined petroleum products)
 - 48699 (all other pipeline transportation)
 - 48819 (air transportation support activities)
 - 4882 (rail transport support activities)
 - 4883 (Port authority water transportation support activities (other than 48833))
 - 493 (warehousing and storage)
 - 5121 (motion picture and video industries (other than 51213))
 - 5122 (record productions)
 - 513 (publishing)
 - 517 (telecommunications)
 - 518 (data processing, hosting, and related services)
 - 51929 (web search portal and all other information services)
 - 52232 (financial transactions processing, reserve and clearinghouse activities)
 - 54133 (engineering services)
 - 54134 (drafting services)
 - 54138 (testing laboratories)
 - 5415 (computer systems design and related services)
 - 541614 (process, physical distribution, logistics consulting services)
 - 5417 (scientific research and development services)
 - 55 (Management of companies (if not for the production of electricity))
 - 561422 (in bound call centers only)
 - 562213 (solid waste combustors and incinerators)
 - 56291 (remediation services)
 - 56292 (materials recovery facilities)
 - 611512 (flight training facilities)
 - 927 (space research and technology)
 - 92811 (national security)

→ Business Activity by Specific Projects

- Headquarters facilities (NAICS 551114) (where at least 50 jobs are created)
- Data processing centers (where at least 20 jobs are created making \$40K)
- Research & development facilities
- Renewable energy facilities (solar projects)
- Tourism destination attractions
- Technology companies as defined in §40-18-376.3(c)
- Agricultural centers as defined in §40-18-411(a)(2)c

Please see Section 40-9B-3, Code of Alabama 1975 for the definitions of the specific projects.

→ A target of the state's economic development efforts under CatALyst, the next generation economic development plan, which identifies select target sectors and strategic enablers:

Target Sectors:

- Agriculture & Food
- Bioscience
- Chemical Manufacturing
- Defense
- Forestry & Wood Products
- Metal & Advanced Material
- Mobility
- Technology

Enablers:

- Business Services
- Logistics & Distribution