

State Tax Matters

The power of knowing. May 10, 2024

Sales/Use/Indirect:

Alabama DOR Proposes Rule Changes on Taxability of TPP Withdrawals from Inventory with Comments Due June 4

Proposed Repeal of and Replacement with New Reg. section 810-6-1-.196, Ala. Dept. of Rev. (4/19/24). The Alabama Department of Revenue is proposing to repeal its current rule on the Alabama sales and use taxability of withdrawals of tangible personal property from inventory and replace it with a new version to "provide better clarity to taxpayers relating to taxable transactions for withdrawals from inventory." The proposed new rule is structured into three parts, one addressing taxable transactions and the other two covering underlying tax exemptions and exceptions. Written comments on this proposal are due by June 4, 2024, and a related virtual public hearing is scheduled for the same date. Please contact us with any questions.

URL: https://admincode.legislature.state.al.us/api/filing/661e8a5e7d9250303d718686/filing

Doug Nagode (Atlanta)
 Managing Director
 Deloitte Tax LLP
 dnagode@deloitte.com

Liudmila Wilhelm (Atlanta) Senior Manager Deloitte Tax LLP lwilhelm@deloitte.com Joe Garrett (Birmingham)
Managing Director
Deloitte Tax LLP
jogarrett@deloitte.com

This communication contains general information only, and none of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms or their related entities (collectively, the "Deloitte organization") is, by means of this communication, rendering professional advice or services. Before making any decision or taking any action that may affect your finances or your business, you should consult a qualified professional adviser.

No representations, warranties or undertakings (express or implied) are given as to the accuracy or completeness of the information in this communication, and none of DTTL, its member firms, related entities, employees or agents shall be liable or responsible for any loss or damage whatsoever arising directly or indirectly in connection with any person relying on this communication. DTTL and each of its member firms, and their related entities, are legally separate and independent entities.

About Deloitte

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms, and their related entities (collectively, the "Deloitte organization"). DTTL (also referred to as "Deloitte Global") and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more.

Deloitte provides industry-leading audit and assurance, tax and legal, consulting, financial advisory, and risk advisory services to nearly 90% of the Fortune Global 500® and thousands of private companies. Our professionals deliver measurable and lasting results that help reinforce public trust in capital markets, enable clients to transform and thrive, and lead the way toward a stronger economy, a more equitable society and a sustainable world. Building on its 175-plus year history, Deloitte spans more than 150 countries and territories. Learn how Deloitte's approximately 415,000 people worldwide make an impact that matters at www.deloitte.com.