

ALABAMA RENEWAL ACT

PORT CREDIT: Incentive to stimulate economic growth through new job creation, capital investment and increased cargo shipping.

BENEFITS

- One-time **tax credit** of up to \$50 per TEU, \$3 per net ton of bulk cargo or \$0.04 per net kilogram for air cargo.
- Credit against Alabama income tax liability.
- Credit can be carried forward for 5 years.
- New distribution or warehouse shippers investing at least \$20 million and creating at least 75 net new jobs are eligible to receive up to \$100 per TEU over a 3-year period if entering into a project agreement with the state.

REQUIREMENTS

- Shipper must use an Alabama public port.
- Shipper must be engaged in manufacturing, warehousing or distribution of goods.
- Shipper must increase cargo by at least 5% over the prior year.
- Credit must be approved by the Renewal of Alabama Commission.

GROWING ALABAMA CREDIT: Incentive to provide a source of funds for site preparation and public infrastructure needs of existing industrial sites.

BENEFITS

- Approved projects are funded when taxpayers make contributions to a local economic development organization.
- Taxpayers receive a **tax credit** equal to their contributions. The tax credit may offset up to 50% of the taxpayer's income tax liability.
- Credit can be carried forward for 5 years.

REQUIREMENTS

- An eligible site must have a deficiency in site preparation or public infrastructure.
- An eligible site must have either (1) a potential project, or (2) an identifiable reason that an industrial prospect did not select the site in the past.
- An eligible site must be owned by a local economic development organization, such as an IDA, IDB, chamber of commerce or other nonprofit economic development organization.
- 25% of the Growing Alabama Funds are earmarked for sites located in Targeted Counties.
- Projects must be approved by Commerce and the Renewal of Alabama Commission.