



# Casual Sales and Use Taxes

Sales and Use Tax Division  
January 17, 2019



# Casual Sales and Use Tax Rule

- ▶ **Rule 810-6-1-.33, Casual Sales:**
  - ▶ Casual or isolated sales by persons not engaged in the business of selling;
  - ▶ Purchases made outside of Alabama from a person not engaged in the business of selling;
  - ▶ Casual sales of automotive vehicles, motorboats, truck, trailers, semi-trailers, travel trailers and manufactured homes are subject to sales or use tax.



# Casual Sales and Use Tax Laws

- ▶ Code of Alabama 1975, automotive vehicles:
  - ▶ Sales tax: Section 40-23-101(a)
  - ▶ Use Tax: Section 40-23-102 (a)
- ▶ Code of Alabama 1975, manufactured homes:
  - ▶ Sales Tax: Section 40-23-101 (b)
  - ▶ Use Tax: Section 40-23-102 (b)



# Casual Sales and Use Tax Laws

- ▶ Code of Alabama 1975, Section 40-23-104 (a) and (b):
  - ▶ Paragraph (a) authorizes the licensing official to collect local sales or use tax, as well as, state use tax;
  - ▶ Paragraph (b) authorizes the licensing official to require proof of the purchase price; licensed dealers in this state must show the amount of taxes collected on the invoice (state, city, and county)



# Casual Sales and Use Tax Laws

- ▶ Code of Alabama 1975, Section 40-23-107
  - ▶ Licensing official shall be entitled to a fee of five percent (5%) of all revenues collected
  - ▶ Fee will be allowed if collections are remitted within the time allowed by law



# Casual Sales and Use Return due date

- ▶ Must be filed on or before the 20th day of the month for the previous month's collections
- ▶ EFT payments must be transmitted by 4:00 pm Central Standard Time
- ▶ There is not an extra 10 days for filing in October, November, and December

# Frequently Asked Questions

- ▶ What items qualify for the automotive rate?
  - ▶ Automotive vehicles, motorboats, truck trailers, semitrailers, travel trailers, trailers and manufactured homes.
  - ▶ (See Sales and Use Tax Rules 810-6-1-.12 Automotive Vehicles & Rule 810-6-1-.180 Truck Trailers & Semitrailers)



# Frequently Asked Questions

- ▶ What if a licensed Alabama dealer does not itemize the bill of sale?
  - ▶ The purchaser should be sent back to the seller to get a proper bill of sale/sales invoice which separately lists the amount of state, county, and city tax that was collected. See Sales and Use Tax Rules 810-6-5-.11.05



# Frequently Asked Questions

- ▶ Should a licensing official accept an invoice/bill of sale for a \$1?
  - ▶ If you are unable to determine the true value of the vehicle. Yes, you may accept an invoice/bill of sale for a \$1. Have the taxpayer sign

# Frequently Asked Questions

- ▶ If an individual is giving a family or friend a automotive vehicle as a gift, should the licensing official collect casual sales or use tax?
  - ▶ If there is a lien on the vehicle, yes, you should collect tax.
  - ▶ If the vehicle is a true “gift” and does not have a lien on it, no tax should be collected. The invoice/bill of sale should indicate it is a gift.



# Frequently Asked Questions

- ▶ Does Alabama allow credit for taxes paid to another state?
  - ▶ Yes, Alabama does allow credit for sales tax paid to other states.
  - ▶ See Sales and Use Tax Rule 810-6-5-.04, Credit for Taxes in Other States



# Frequently Asked Questions

- ▶ Does Alabama allow credit for taxes paid to another country?
  - ▶ No credit is allowed for taxes paid to another country.



# Frequently Asked Questions

- ▶ If the dealer has already collected local Alabama tax should any additional local tax be collected?
  - ▶ No, if the dealer collected county and city sales taxes, no additional tax should be collected, regardless of the amount and/or difference in the rate. (See Sales and Use Tax Rule 810-6-5-.04.01, Reciprocity for Municipal and County Sales, Gross Receipts, Use, and Rental Taxes)



# Frequently Asked Questions

- ▶ Are licensing officials required to collect state, county, and city tax on the casual sale of a manufactured home?
  - ▶ No, licensing officials are required to collect the two percent state sales tax on the casual sale of manufactured homes. (Exception to this is Morgan County who passed an ordinance allowing them to assess the county tax on sales of manufactured homes)



# Frequently Asked Questions

- ▶ Are military personnel exempt from paying sales tax on vehicle purchases?
  - ▶ No. (See Sales and Use Tax Rule 810-6-2-.51.05, Members of Armed Services Stationed in Alabama Subject to Sales Tax)



# Frequently Asked Questions

- ▶ Is sales tax due on the following charges?
  - ▶ Title Fees - No
  - ▶ Dealer Discount - No
  - ▶ Document Fee - Yes
  - ▶ Processing Fee - Yes
  - ▶ Churches and Nonprofits -Yes
  - ▶ Finance & Insurance charge - No
  - ▶ Title change - death or divorce - No
  - ▶ Destination Charge - Yes
  - ▶ Manufacturer's Rebate - Yes





# Filing your Casual Sales and Use Tax Return

- ▶ Returns are filed through My Alabama Taxes [myalabamataxes.Alabama.gov](http://myalabamataxes.Alabama.gov)
- ▶ To sign in, you will need your user ID and password. An authentication code will be emailed or texted to the cell phone number on record.



# Filing your Casual Sales and Use Tax Return

- ▶ Once you are logged in, click on the name of the return you are filing (example: Casual Sales and Use Tax) to go to the account.
- ▶ In the account, the “Account Alerts” at the top of the page will let you know if you are late filing or any other information.
- ▶ You will also see the periods listed for which you have filed or need to file returns.

# MAT Home Screen

Welcome to MAT, the official web application of the Alabama Department of Revenue!



Sign in to:

- File returns and view prior filing periods
- Pay taxes and view balances
- Send messages, receive notifications, and view letters from the Department of Revenue

 Sign in to MAT

Username


Password

[Logon](#)

[Forgot Password?](#)

[Forgot Username?](#)

[Don't have a logon? Register here](#)

 Quick links for individuals

[Where's My Refund?](#)


[ID Confirmation Quiz](#)

[Verify My Return](#)

[Register My eID](#)

 Quick payments

[Pay a Bill I've Received](#)

 Quick links for businesses


[Obtain a New Tax Account Number](#)

[Continue/View an Existing Request](#)

[View or Upload a Report](#)

[Verify an Exemption Certificate](#)

[Request a SSUT Refund](#)

 Other links

[Filing Individual Income Taxes on MAT](#)

[Alabama Accountability Act](#)

[Subscribe to Mailing Lists](#)

RunDate: 31-May-2019

# ALABAMA DEPARTMENT OF REVENUE

DEPARTMENT OF REVENUE HOME

HELP

CONTACT US

## MAT

 Settings  Log Off

 [My Alabama Taxes \(TEST SITE\)](#)

### Logon

> Vince Arnold  
varnold@revenue.alabama.gov  
+1 (334) 353-9680  
Last logged on

**Balance: \$0.00**

### Alerts

✓ There are no alerts

### I Want To

- [Manage payments and returns](#)
- [Obtain a new tax account](#)
- [Add access to an existing tax account](#)
- [Ask a question](#)

[Accounts](#) [Submissions](#) [Correspondence](#) [Names and Addresses](#) [Logons](#)

### Accounts

[View Accounts](#)

<a href="#">Casual Sales and Use...</a>	Monthly	CSU-R010279...	CASUAL SALES TAX, LLC	\$0.00
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The balances shown reflect only the accounts and filing periods shown in MAT and may not reflect your overall balance with the Alabama Department of Revenue.

My Alabama Taxes

 Settings  Log Off

 My Alabama Taxes > [Casual Sales and Use Tax \(TEST SITE\)](#)






 Account


CASUAL SALES TAX, LLC  
\*\*\_\*\*\*4567

> Casual Sales and Use Tax  
CSU-R010279133

**Balance: \$0.00**

 Account Alerts


-  File return for 30-Apr-2019
-  File return for 31-Mar-2019
-  File return for 28-Feb-2019
-  File return for 31-Jan-2019
-  There are 2 more alerts

 I Want To

[More...](#)

- [Manage payments and returns](#)
- [Make a billing payment](#)
- [Verify account numbers](#)
- [Ask a question](#)

Periods Submissions Correspondence Names and Addresses Logons

 Periods


[View Periods](#)

30-Apr-2019	\$0.00	 File Return
31-Mar-2019	\$0.00	 File Return
28-Feb-2019	\$0.00	 File Return
31-Jan-2019	\$0.00	 File Return
31-Dec-2018	\$0.00	 File Return

My Alabama Taxes

 Settings  Log Off

 My Alabama Taxes > Casual Sales and Use Tax > 30-Apr-2019 (TEST SITE)


 Period


CASUAL SALES TAX, LLC  
\*\*-\*\*\*4567


Casual Sales and Use Tax  
CSU-R010279133

> 30-Apr-2019

**Balance: \$0.00**


 Period Alerts

 File return for 30-Apr-2019

 I Want To

File or view a return

Make a payment

 Summary

There has been no financial activity

 Period Activity

There has been no activity

30-Apr-2019 Casual Sales & Use Tax Return

Request Information

Username CSUexample  
Federal Employer ID # \*\*-\*\*\*4567  
Casual Sales and Use Tax ID # CSU-R010279133  
Name CASUAL SALES TAX, LLC  
Period 30-Apr-2019

- 1. Casual Sales & Use Tax Return
- 2. Review and Submit

Casual Sales & Use Tax Return

Casual Sales & Use Tax Return (TCS)

Filing Period 30-Apr-2019

1. Total Sales & Use, Automotive	<input type="text" value="0.00"/>	Automotive Interest	<input type="text" value="0.00"/>
2. LESS: Admin Fee	<input type="text" value="0.00"/>	Automotive Late File Penalty	<input type="text" value="50.00"/>
3. Penalty & Interest	<input type="text" value="50.00"/>	Automotive Late Pay Penalty	<input type="text" value="0.00"/>
4. LESS: Credit Claimed	<input type="text" value="0.00"/>		
5. Total (L1 - L2 - L4 or L1 + L3 - L4)	<input type="text" value="50.00"/>		
6. Total Sales & Use, Motor Boats	<input type="text" value="0.00"/>	Boat Interest	<input type="text" value="0.00"/>
7. LESS: Admin Fee	<input type="text" value="0.00"/>	Boat Late File Penalty	<input type="text" value="50.00"/>
8. Penalty & Interest	<input type="text" value="50.00"/>	Boat Late Pay Penalty	<input type="text" value="0.00"/>
9. LESS: Credit Claimed	<input type="text" value="0.00"/>		
10. Total (L6 - L7 - L9 or L6 + L8 - L9)	<input type="text" value="50.00"/>		
11. Amount of Remittance (L5 + L10)	<input type="text" value="100.00"/>		
Total Tax (Auto and Boat)	<input type="text" value="0.00"/>		

Save Draft Cancel

< Previous Next >

### 30-Apr-2019 Casual Sales & Use Tax Return

#### Request Information

Username CSUexample  
Federal Employer ID # \*\*-\*\*\*4567  
Casual Sales and Use Tax CSU-R010279133  
Name CASUAL SALES TAX, LLC  
Period 30-Apr-2019

1. Casual Sales & Use Tax Return

2. Review and Submit

#### Casual Sales & Use Tax Return

##### Casual Sales & Use Tax Return (TC5)

Filing Period

30-Apr-2019

1. Total Sales & Use, Automotive	150,000.00		
2. LESS: Admin Fee	0.00	Automotive Interest	271.23
3. Penalty & Interest	30,271.23	Automotive Late File Penalty	15,000.00
4. LESS: Credit Claimed	0.00	Automotive Late Pay Penalty	15,000.00
5. Total (L1 - L2 - L4 or L1 + L3 - L4)	180,271.23		
6. Total Sales & Use, Motor Boats	5,000.00		
7. LESS: Admin Fee	0.00	Boat Interest	9.04
8. Penalty & Interest	1,009.04	Boat Late File Penalty	500.00
9. LESS: Credit Claimed	0.00	Boat Late Pay Penalty	500.00
10. Total (L6 - L7 - L9 or L6 + L8 - L9)	6,009.04		
11. Amount of Remittance (L5 + L10)	186,280.27		
Total Tax (Auto and Boat)	155,000.00		

Save Draft Cancel

< Previous Next >



30-Apr-2019 Casual Sales & Use Tax Return

Request Information

Username	CSUexample
Federal Employer ID #	**-***4567
Casual Sales and Use Tax	CSU-R010279133
Name	CASUAL SALES TAX, LLC
Period	30-Apr-2019

1. Casual Sales & Use Tax Return

2. Review and Submit

This Casual Sales & Use Tax Return submission is ready to submit.

Save Draft Cancel

< Previous Submit

My Alabama Taxes

Settings Log Off

My Alabama Taxes > Casual Sales and Use Tax > 30-Apr-2019 > Casual Sales & Use Tax Return (TEST SITE)

30-Apr-2019 Casual Sales & Use Tax Return

Request Information

Username  
Federal Employer  
Casual Sales and  
Name  
Period

1. Casual Sales & Use Tax

This Casual Sales & Use

Save Draft Cancel

Previous Submit

Are you sure you want to submit this request?

You are required to re-enter your password to verify this request. Your password will act as your signature.

Password

Yes No

### Confirmation

#### Thank you!

Your return has been submitted.

Request Number: 1-997-452-608

Account Number: CSU-R010279133

Filing Period: 30-Apr-2019

Filing Date and Time: 05/31/2019 10:26 AM

### Payment Options

Pursuant to Section 41-1-20, Code of Alabama 1975, payments of \$750 or greater are required to be made electronically via Electronic Funds Transfer (EFT). Voluntary participation of transactions less than \$750 is encouraged. Your return indicates that a payment of \$186,280.27 is due. Select the payment method you will be using for this transaction.

\* E-File without Payment: Pursuant to Code of Alabama 1975, Section 40-2A-7(b)(1)b, by selecting this option, the Department will treat this as an uncontested tax liability and may proceed directly to Final Assessment.

Yes, Make EFT  
Payment

No, E-File without  
Payment\*

Print Return

**Tip:** You can store your banking information with your profile for future use. For more information, [click here](#).  
**Note:** If this payment is for an amended return or for a previously filed return, the amount due may not reflect prior payments or allowable discounts. Please review the amount due that is shown on the amended tax return or the previously filed return. You may need to adjust the payment amount shown.  
**Reminder:** Payments must be made by 4:00 PM (CST) on the due date to avoid penalty and interest.  
**Debit Block Code:** [Click here to locate Alabama Department of Revenue Debit Block Code](#)

Complete the fields below and click **Submit** to have the payment debited directly from your bank account. If you would instead like to mail in a check with your payment, click the "Print Voucher/Pay By Check" button to the right.

[Print Voucher/ Pay By Check](#)

<input checked="" type="checkbox"/> <b>Period</b> CASUAL SALES TAX, LLC **-*4567 Casual Sales and Use Tax CSU-R010279133 30-Apr-2019	<b>Payment Channel</b> Type Direct Debit Bank Account Type Checking Routing Number 062000019 Bank Name REGIONS BANK Account Number 123456 Confirm Account Number 123456 Save this payment channel for future use No Yes	<b>Payment</b> Payment Type Return Payment Payment Date 31-May-2019 Amount 186,280.27 Confirm Amount 186,280.27 x
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[Submit](#) [Cancel](#)

**Tip:** You can store your banking information with your profile for future use. For more information, [click here](#).

**Note:** If this payment is for an amended return or for a previously filed return, the amount due may not reflect prior payments or allowable discounts. Please review the amount due that is shown on the amended tax return or the previously filed return. You may need to adjust the payment amount shown.

**Reminder:** Payments must be made by 4:00 PM (CST) on the due date to avoid penalty and interest.

**Debit Block Code:** [Click here to locate Alabama Department of Revenue Debit Block Code](#)

Complete the fields below and click Submit to have the payment debited directly from your bank account. If you would instead like to mail in a check with your payment, click the "Print Voucher/Pay By Check" button to the right.

[Print Voucher/ Pay By Check](#)

Period      [Payment Channel](#)      [Payment](#)

CASUAL SALES TAX, LLC      Type      Payment Type  
\*\*.\*4567

Casual Sales at CSU-R0102791

30-Apr-2019

186,280.27

186,280.27

Account Number  
123456

Confirm Account Number  
123456

Save this payment channel for future use

By entering my password below, I hereby authorize the Alabama Department of Revenue to debit my bank account in the amount of \$186,280.27.

International ACH transfer (IAT) is not supported by ADOR. By initiating this transfer, I hereby certify that this transfer does not contain funds from international sources.

Password

**Confirmation**

**Thank you!**

Please review the payment request information below for your payment to the Alabama Department of Revenue.  
You may want to print a copy for your records.

Your Payment request number is **0-252-622-144**

Paid For: Casual Sales and Use Tax CSU-R010279133  
CASUAL SALES TAX, LLC  
Paid From: REGIONS BANK \*\*\*\*3456  
Payment Amount: \$186,280.27  
Payment Date: 31-May-2019  
Submitted Date: 31-May-2019 10:30 AM

This is only the payment request. It is your responsibility to review your bank statement to confirm that this transaction was successful.

**NOTE:** Account level payments may not be reflected on the Period level until the second business day following the payment submission; therefore, do not make additional payments at the Period level for the liabilities covered by Account level payments. After two business days you may contact the Department of Revenue if you have any questions regarding this payment or any outstanding liabilities.

**OOPS?** If you want to make a change, it is not too late. While a payment is still pending, you can cancel the payment and make a new one.

Contact Us:  
Alabama Department of Revenue (334) 242-1490 or  
50 N. Ripley 1-866-576-6531  
Montgomery, AL 36132 [Alabama Department of Revenue Website](#)

OK

Print Confirmation

**My Alabama Taxes**

 Settings  Log Off

 My Alabama Taxes > [Casual Sales and Use Tax \(TEST SITE\)](#)






 Account


CASUAL SALES TAX, LLC  
\*\*\_\*\*\*4567

> Casual Sales and Use Tax  
CSU-R010279133

Balance: \$0.00

 Account Alerts

-  [File return for 31-Mar-2019](#)
-  [File return for 28-Feb-2019](#)
-  [File return for 31-Jan-2019](#)
-  [File return for 31-Dec-2018](#)
-  [There are 2 more alerts](#)

 I Want To






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- [Verify account numbers](#)
- [Ask a question](#)

[Periods](#) [Submissions](#) [Correspondence](#) [Names and Addresses](#) [Logons](#)

 Periods

[View Periods](#)

<a href="#">30-Apr-2019</a>	\$0.00	Pending...
<a href="#">31-Mar-2019</a>	\$0.00	 <a href="#">File Return</a>
<a href="#">28-Feb-2019</a>	\$0.00	 <a href="#">File Return</a>
<a href="#">31-Jan-2019</a>	\$0.00	 <a href="#">File Return</a>
<a href="#">31-Dec-2018</a>	\$0.00	 <a href="#">File Return</a>
<a href="#">30-Nov-2018</a>	\$0.00	 <a href="#">File Return</a>

The balances shown reflect only the accounts and filing periods shown in MAT and may not reflect your overall balance with the Alabama Department of Revenue.



# Filing your Casual Sales and Use Tax Return

- ▶ Filing your return, amending your return, and making payments are all menu-driven and fairly simple to follow.
- ▶ If you have difficulties completing your return, please contact Tawanna Small at (334) 353-9350.



# Questions?

- ▶ Vince P. Arnold
- ▶ Exemption Unit Manager
- ▶ Alabama Department of Revenue
  - ▶ Contact No. (334) 353-9680
  - ▶ Fax No. (334) 353-1202
- ▶ Email: [Vince.Arnold@revenue.Alabama.gov](mailto:Vince.Arnold@revenue.Alabama.gov)