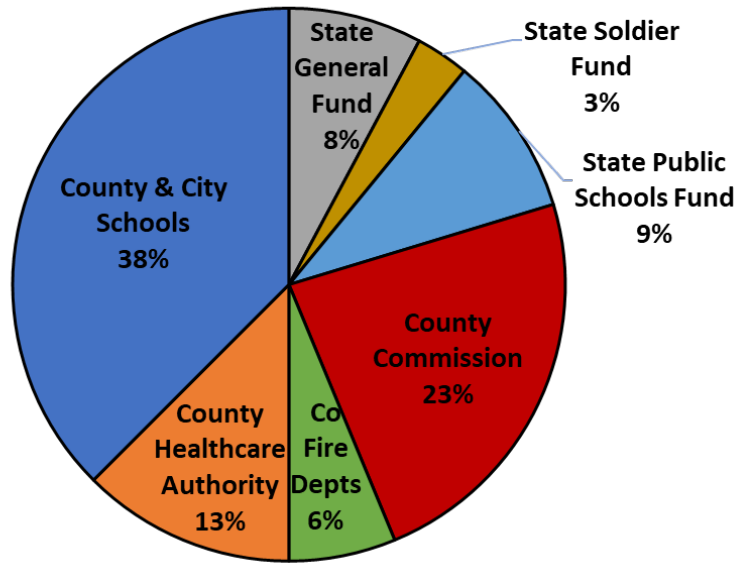


THE FOLLOWING IS FOR INFORMATIONAL PURPOSES ONLY AND IS INTENDED TO AID IN THE GENERAL UNDERSTANDING OF THE ALLOCATION OF EACH CITIZEN'S TAXES AND THE BUDGETARY APPROPRIATIONS MADE BY THE RANDOLPH COUNTY COMMISSION IN RANDOLPH COUNTY, ALABAMA.

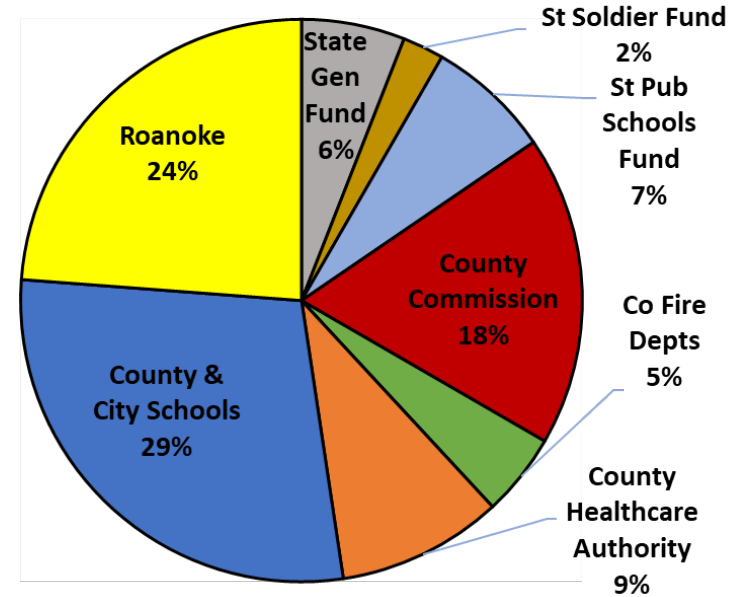
Updated 11/04/2022

WHERE DO MY PROPERTY TAXES GO?

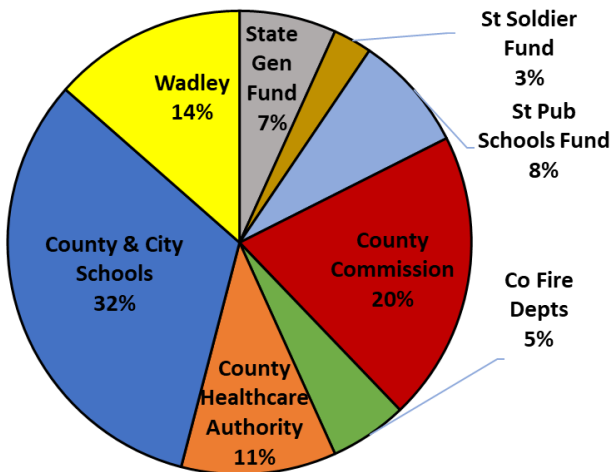
COUNTY PROPERTY TAX PERCENTAGES



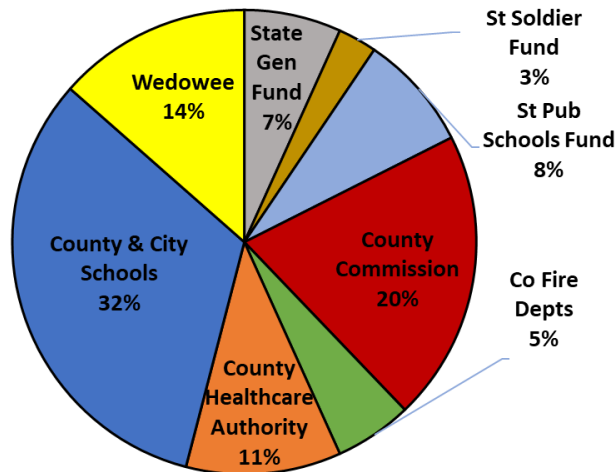
ROANOKE PROPERTY TAX PERCENTAGES



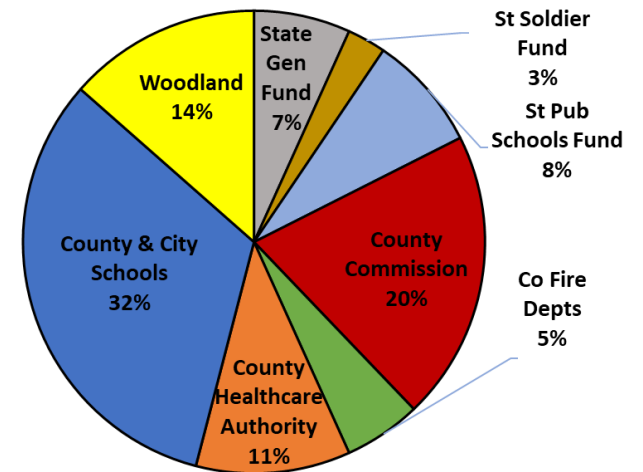
WADLEY PROPERTY TAX PERCENTAGES



WEDOWEE PROPERTY TAX PERCENTAGES



WOODLAND PROPERTY TAX PERCENTAGES



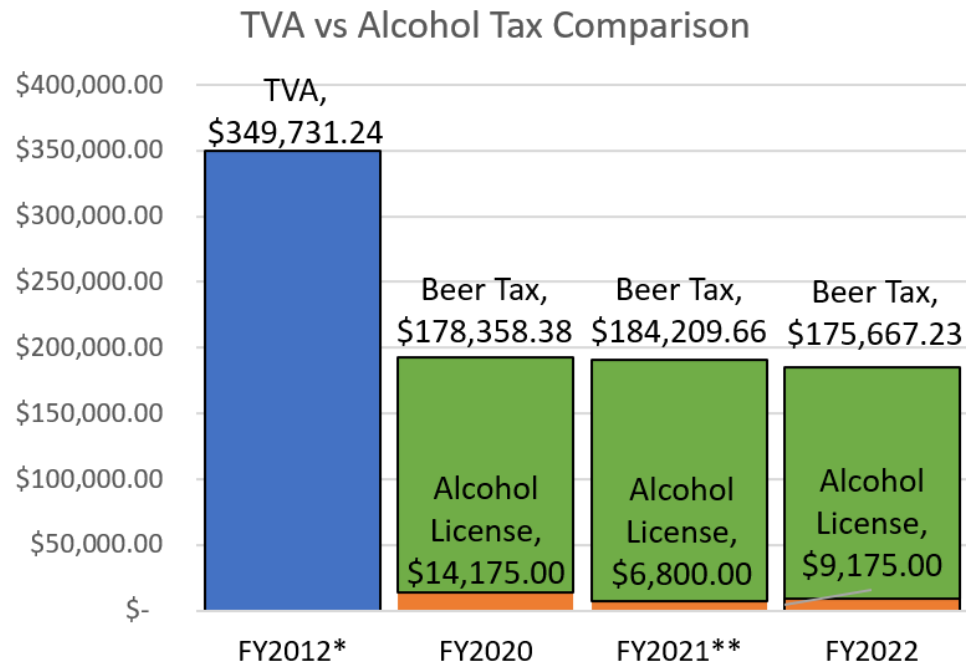
WHERE DO MY SALES TAXES GO?

Purchases in the County:		Purchases in the City of Roanoke:	
State General	4.0%	State General	4.0%
County Education	1.0%	County Education	1.0%
County Hospital	1.0%	County Hospital	1.0%
County Jail	0.5%	County Jail	0.5%
Total	6.5%	Roanoke General	3.5%
		Total	10.0%
Purchases in the City of Wedowee:		Purchases in the Town of Wadley:	
State General	4.0%	State General	4.0%
County Education	1.0%	County Education	1.0%
County Hospital	1.0%	County Hospital	1.0%
County Jail	0.5%	County Jail	0.5%
Wedowee General	3.5%	Wadley General	3.0%
Total	10.0%	Total	9.5%
Purchases in the Town of Woodland:			
	State General	4.0%	
	County Education	1.0%	
	County Hospital	1.0%	
	County Jail	0.5%	
	Woodland General	3.0%	
	Total	9.5%	

NOTE:
 These are the current sales tax rates for Randolph County and each municipality within the county as of July 23, 2021.

WHAT ABOUT ALCOHOL TAXES?

On November 6, 2012, the citizens of Randolph County voted, 53.97% to 46.03%, in favor of, “the legal sale and distribution of alcoholic beverages within Randolph County.” While this has benefitted the municipalities greatly, it has led to revenue shortfalls at the county level. These shortfalls are caused by the way Title 28 of the Code of Alabama, 1975, requires alcohol taxes to be distributed. The state receives their portion and the local portion is distributed to the municipality OR county in which the sale took place. The local portion is not divided between the municipality and county. Only one locality can receive the local portion, so the municipality gets the portion for sales within the city limits. Naturally, most businesses are going to be located within the city limits. Below is a graph illustrating the amount of revenue received from the Tennessee Valley Authority in lieu of alcohol taxes compared to the amount of alcohol license and tax revenue received in Fiscal Years 2020, 2021, & 2022.



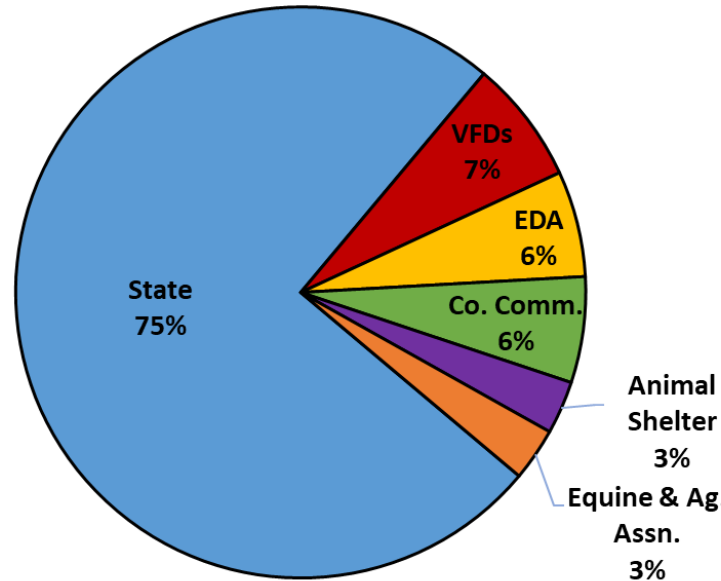
* - Last full fiscal year (10/01/2011 – 9/30/2012) which TVA money was received

** - Increase possibly due to pandemic tourist at Lake Wedowee

It is important to note that approximately \$60,000.00 was received in alcohol licenses and taxes during fiscal year 2013 (10/01/2012 – 9/30/2013); however, the revenue continues to slowly increase as more business within the county, and outside the city limits, begin to offer alcoholic beverages for sale.

WHERE DO OTHER TAXES GO?

TOBACCO TAX DISTRIBUTIONS PERCENTAGES

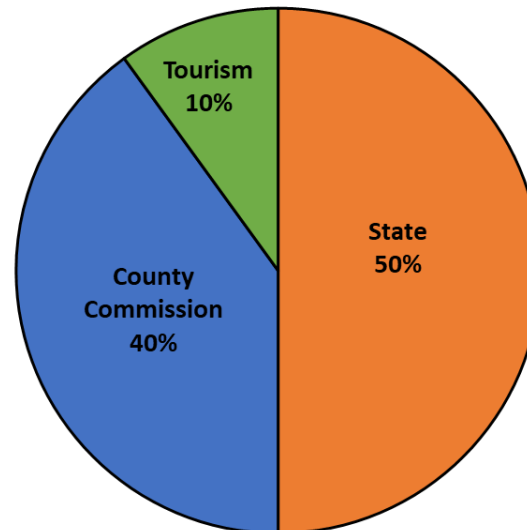


NOTE:

Anyone seeking to purchase a package of 25 cigarettes (other tobacco products may have a different rate) in Randolph County should be charged the following tobacco taxes according to Alabama Act#2003-213 in addition to application all other applicable taxes.

State Rate:	\$0.84375
County Rate:	<u>\$0.25000</u>
Total Rate:	\$1.09375

LODGING TAXES DISTRIBUTION PERCENTAGES



NOTE:

Anyone seeking lodging in Randolph County for any length of stay less than 30 consecutive days should be charged the following lodging taxes according to Alabama Act#2003-268.

State Lodging Tax Rate:	4.00%
County Lodging Tax Rate:	<u>4.00%</u>

WHAT TAXES FUND MY ROAD REPAIRS?

Roadways in Randolph County are funded by state gasoline taxes, petroleum inspections fees, severance taxes, capital improvement funds, motor vehicle license fees, and county general fund allocations. Below is a summary of each revenue source.

7 cent Gasoline Tax Fund – This gasoline tax was established by the Code of Alabama, 1975, Sections 40-17-31 and 40-17-78 for construction, improvement, maintenance, and supervision of highways, bridges, & streets. This fund is generally used for the overall operations of the County Highway Department.

4 cent Gasoline Excise Tax Fund – This gasoline tax was established by the Code of Alabama, 1975, Sections 40-17-220/224/362. The 4 cent tax is also known as the RRR tax because it can be used for the “Resurfacing, Restoration, & Rehabilitation” of existing paved roads or bridges. This money can also be used to “match” federal or state grant funds for road projects.

5 cent Supplemental Gasoline Excise Tax Fund – This gasoline tax was established by the Code of Alabama, 1975, Section 40-17-359. This fund follows the same laws as the 4 cent Gasoline Excise Tax Fund.

Secondary Roads Fund – This fund is often misunderstood as the “Gravel Fund,” but it is not simply for gravel on dirt roads. These funds cannot be used to maintain current dirt roads, only to construct new dirt roads. It can be used to build/maintain bridges on dirt roads. Since the county has not constructed a new dirt road in quiet sometime, these funds are mainly used to maintain bridges/flood structures on dirt roads. This fund is funded by Petroleum Inspection Fees and Additional Motor Vehicle License & Registration Fees.

Petroleum Inspection Fees – These fees were established by the Code of Alabama, 1975, Section 8-17-85/87/91 and can be used for the construction of certain high density unpaved roads, as well as the construction/reconstruction of bridges on such roads.

Additional Motor Vehicle License & Registration Fees – These fees were established by the Code of Alabama, 1975, Section 40-12-270 and be used for the construction of certain high density unpaved roads, as well as the construction/reconstruction of bridges on such roads.

Public Highways & Traffic Fund – This fund is funded by Motor Vehicle License & Registration Fees and Drivers’ License & Permits Fees. Act#96-28 requires that \$35,000.00 of this money be allocated to the Randolph County Sheriff’s General Fund budget.

Motor Vehicle License & Registration Fees – These fees were established by the Code of Alabama, 1975, Section 40-12-270 and can be used to fund the construction, improvement, and maintenance of public highways or public streets, including the administrative expenses and retirement of debt in connection therewith.

Drivers’ Licenses & Permits Fees – These fees were established by the Code of Alabama, 1975, Section 32-6-5, which authorizes the charge of \$1.50 per drivers’ license issued. These funds can be used to fund the construction, improvement, and maintenance of public highways or public streets, including the administrative expenses and retirement of debt in connection therewith.

Severed Material Severance Tax Fund – This tax was established by the Code of Alabama, 1975, Section 40-13-50 thru 61 and is charged on all material/resources which are severed/pulled from the ground and sold as tangible personal property (a.k.a rock, oil, coal, gold, etc...). These funds are allocated and utilized by the county for the construction, maintenance, and repair of the county’s road system.

Capital Improvement Fund – This fund was established by the Code of Alabama, 1975, Section 11-29-6 to account for the county’s distribution share of the Alabama Trust Fund that is restricted to expenditures for public buildings. The law does allow for not more than 50% of these funds be allocated to the repair and maintenance of roads & bridges.

County Rebuild Alabama Fund (CRAF) – This fund was established by Alabama Act#2019-2, which allows an initial 6 cent gasoline tax beginning on Sept. 1, 2019 with an additional 2 cents effective Oct. 1, 2020 and Oct. 1, 2021, as well as, a \$200 battery electric vehicle and \$100 plug-in hybrid electric vehicle registration fees beginning Jan. 1, 2020. Counties receive 25% of these revenues based on population. The funds are to be utilized in the preservation, improvement, and maintenance of transportation infrastructure.

Federal Aid Exchange Fund (FAEF) – This fund was established by Alabama Act#2019-2, which allows counties to receive \$400,000.00 in lieu of the annual federal aid funding previously allocated by ALDOT [\$533,000.00 per county per year with a \$106,600.00 county funds matching requirement (\$533,000.00-\$106,600.00=\$426,400.00)]. The funds are to be utilized for

road and bridge projects on minor collector or higher classified county roads and/or bridges on the National Bridge Inspection (NBI) inventory.

IT IS IMPORTANT TO NOTE that all gasoline taxes are sent to the state of Alabama, where it is divided by percentages, according to the legislation pertaining to each tax, between the state, counties, and cities. These funds are further divided between the counties and cities based on population; therefore, the metropolitan areas receive more gas tax allocation than rural counties, such as Randolph County. Before any divisions take place, the State of Alabama charges an administration fee for collecting and distributing these taxes, in addition to their percentage share of the revenues.

**Randolph County Commission
Gasoline Tax Budget Summary
Fiscal Year 2023**

REVENUES	
7 Cent Gas Tax Fund	\$ 1,780,516.00
4 Cent Gas Tax Fund	\$ 519,700.00
5 Cent Gas Tax Fund	\$ 241,000.00
Secondary Roads Fund	\$ 271,500.00
Rebuild Alabama (CRAF)	\$ 766,600.00
Federal Aid Exchange (FAEF)	\$ 400,600.00
Public Hwy & Traffic Fund	\$ 135,200.00
Severed Materials Tax Fund	\$ 100,100.00
Allocation from County General Fund	\$ 782,783.00
Allocation from Capital Improvement Fund	\$ 132,500.00
Total Revenues	\$ 5,130,499.00
EXPENDITURES	
Road Projects	\$ 2,163,067.00
Salaries	\$ 1,798,200.00
Debt Service	\$ 977,945.00
Fuels & Lubricants	\$ 200,000.00
Repairs	\$ 136,000.00
Contracts & Misc.	\$ 165,850.00
Insurances	\$ 21,500.00
Utilities	\$ 60,000.00
Act#96-28 to County Sheriff	\$ 35,000.00
Total Expenditures	\$ 5,557,562.00
Excess of Revenues & Other Sources Over / (Under) Expenditures & Other Uses	\$ (427,063.00)