

Cullman, Alabama

City and County Ad Valorem Taxes

Property Taxes for Business Overview

Business Property and equipment is rated under Class II and is assessed at 20 percent of the appraised value. The assessed value is then multiplied by the appropriate millage rate to determine the amount of tax.

The millage rates for the State of Alabama, the City of Cullman and Cullman County are listed below. For more information, you may contact the Alabama State Department of Revenue and the Cullman County Revenue Commissioner.

County	7.0 mils
Roads and Bridges	2.5 mils
County Schools	7.0 mils
<u>State</u>	<u>6.5 mils</u>
County Total	23.0 mils
City of Cullman	5.0 mils
<u>City of Cullman Schools</u>	<u>2.5 mils</u>
City of Cullman Total	38.5 mils

Example:

If you have a \$100,000 manufacturing facility located in Cullman County, the taxes would be:

\$100,000	Fair market value of the plant.
<u>X 20%</u>	(.20 assessment ratio for commercial property.)
\$20,000	Assessed value.

\$ 20,000	Assessed.
<u>X .0065</u>	State millage rate.
\$ 130	Total State Property Taxes Due.

\$ 20,000	Assessed value.
<u>X .0165</u>	Cullman County millage rate.
\$ 330	Total Cullman Property Taxes Due.

\$130	State Property Taxes Due
<u>+ \$330</u>	County Property Taxes Due.
\$460	Total Ad Valorem Taxes Due.

Under the State of Alabama Department of Revenue Ad Valorem Tax Abatement Program, companies whose SIC Code meet the qualifications of an industrial or research enterprise in accordance with Section 40-9B-3(f), **Code of Alabama 1975**, as amended AND who meet the minimum qualifications on the basis of investment and the number of employees, may be granted an abatement of noneducational ad valorem taxes by the local governing authority and the State of Alabama.

**Alabama has the lowest
property taxes in the
United States!**