



Kay Ivey
Governor

STATE OF ALABAMA
Department of Finance
Office of the Director

State Capitol, Suite N-200
Montgomery, Alabama 36130
Telephone (334) 242-7160 Fax (334) 353-3300
www.finance.alabama.gov



Kelly Butler
Director of Finance

MEMORANDUM

TO: Probate Judges
State of Alabama

FROM: Kelly Butler
Director of Finance
Alabama Department of Finance

DATE: February 18, 2020

SUBJECT: Small Estate Valuation Per Section 43-2-692(b)(1), Code of Alabama

Section 43-2-692(b)(1), Code of Alabama 1975, as amended, requires the State Finance Director to adjust annually the small estate value prescribed by this code section, to reflect changes in the Consumer Price Index (CPI) and to notify each judge of probate of the value to be used for the purposes of that law during the following twelve months.

The CPI is determined by the Bureau of Labor Standards of the U.S. Department of Labor and reported in several forms. Of the several CPI data bases, the CPI -U before seasonal adjustment, has been selected for the purpose of the adjustment directed by Section 43-2-692(b)(1).

The value of small estates for 2009 was established by the referenced code section as \$25,000. The following CPI-U adjustments have been made:

2010 increased to \$25,410	2014 increased to \$27,583	2018 increased to \$29,014
2011 increased to \$25,791	2015 increased to \$28,024	2019 increased to \$29,710
2012 increased to \$26,616	2016 increased to \$28,052	2020 increased to \$30,245
2013 increased to \$27,175	2017 increased to \$28,417	

Because the CPI-U for a calendar year is not published until January of the succeeding year, the adjustment provided will reflect the change for the previous calendar year but will be effective for twelve months beginning the following March 1. For example, the value of \$30,245 established for 2020 will be used for the period March 1, 2020 through February 28, 2021. The change in value is distributed as soon as possible after the CPI-U is published to provide as much time possible for your office to implement the change before the effective date.

If you have, questions related to this matter please contact Jamie D. Jackson at jamied.jackson@comptroller.alabama.gov or (334) 353-1285.

KB/jdj