

STATE OF ALABAMA Department of Finance Office of the State Comptroller

100 North Union Street, Suite 220 Montgomery, Alabama 36130-2602 Telephone (334) 242-7063 Fax (334) 353-0442 www.comptroller.alabama.gov



Kathleen D. Baxter, PhD, CGFM, CPM State Comptroller

> Michael G. Hudson, CGFM Deputy State Comptroller

Kay Ivey Governor

Bill Poole Finance Director

MEMORANDUM

TO: Municipalities -All

FROM: Kathleen D. Baxter

State Comptroller

DATE: July 23, 2024

SUBJECT: ACT 2022-419

ACT 2022-419 - Municipal Traffic Citation Excess Fund Compliance Report

During the 2022 legislative session, Act 2022-419 was enacted into law allowing up to 10 percent of the general operating budget of a municipality to be generated by fines and penalties from traffic tickets. Any amount exceeding the 10 percent limit is required to be paid into the Alabama Treasury in equal parts to the Crime Victims' Compensation Fund and the Fair Trial Tax Fund.

Class 1 Municipalities as defined by Section 11-40-13, Code of Alabama 1975 are exempt from the requirements of this Act.

Please use Excel Form FRMS-910TC to calculate and distribute any funds exceeding the 10 percent limit. Contact the Financial Office of your town/city to obtain any information needed to complete the compliance report form. Enter your information directly into the form provided and print it for mailing along with payment to the address provided on the form within 90 days of the end of the budgeted fiscal year.

<u>If no payment is required</u>, indicate the reasons why payment is not required by the municipality and email the completed form to Jenny.Neese@Comptroller.Alabama.Gov.

If you have any questions or need additional information, please do not hesitate to contact Jenny Neese at 334-242-7830.

KDB/cl Attachments