

Fiscal Note

State of Alaska
2016 Legislative Session

Bill Version: HB 375
Fiscal Note Number:
() Publish Date:

Identifier: HB375-DOR-TAX-4-9-16
Title: ELECTRONIC TAX RETURNS & REPORTS
Sponsor: LABOR & COMMERCE
Requester: House Finance Committee
Department: Department of Revenue
Appropriation: Taxation and Treasury
Allocation: Tax Division
OMB Component Number: 2476

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2017 Appropriation Requested	Included in Governor's FY2017 Request	Out-Year Cost Estimates				
			FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
OPERATING EXPENDITURES							
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0						

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues	***	***	***	***	***	***	***
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Estimated SUPPLEMENTAL (FY2016) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2017) cost: 0.0 *(separate capital appropriation required)*
(discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? yes
If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/17

Why this fiscal note differs from previous version:

Initial version

Prepared By:
Division:
Approved By:
Agency:

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Tax Division
Jerry Burnett, Deputy Commissioner
Department of Revenue

Phone: (907)465-8221
Date: 04/09/2016 02:00 PM
Date: 04/09/16

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2016 LEGISLATIVE SESSION

BILL NO. HB375

Analysis

HB375 requires electronic submission of all tax returns and reports, for all taxes administered by the Department of Revenue. The bill establishes a process to request an exemption to this requirement, based on providing evidence that the taxpayer does not have the capability to submit the return or report electronically. The bill provides for a penalty of \$25 or one percent of tax owed, for failing to file electronically without a waiver. It also makes conforming changes within several other tax statutes to describe changes to the filing requirement. Alaska's taxpayers in all cases are businesses, not individuals.

We anticipate an indeterminate amount of additional revenue based on the \$25 penalty, and no costs to implement the changes in this bill. Over time, increased electronic filing should increase the overall efficiency of Tax Davison operations.