

SENATE BILL NO. 136

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SEVENTH LEGISLATURE - SECOND SESSION

BY SENATOR WIELECHOWSKI

Introduced: 1/6/12

Referred: Prefiled

A BILL

FOR AN ACT ENTITLED

1 **"An Act providing a tax credit for employing an Alaska veteran that may be taken**
2 **against a liability for the tax on corporation income; and providing for an effective**
3 **date."**

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

5 * **Section 1.** AS 43.20 is amended by adding a new section to article 1 to read:

6 **Sec. 43.20.047. Veteran employment tax credit.** (a) A taxpayer that hires an
7 Alaska veteran and employs the veteran for 1,560 hours or more during the 12
8 consecutive months immediately following the date the Alaska veteran is first
9 employed is entitled to a credit of \$2,000 against the tax due under this chapter. The
10 taxpayer is entitled to the credit for each veteran whose employment qualifies under
11 this subsection.

12 (b) The tax credit under this section may be applied against the tax due under
13 this chapter for the first tax year ending on or after the end of the 12-month
14 employment period described in (a) of this section. The credit may not be used to

1 reduce a person's tax liability under this chapter below zero for any tax year, and any
2 credit or portion of a credit not used under this section may be applied in a later tax
3 year.

4 (c) A taxpayer shall keep a record of the name of the Alaska veteran employee
5 whose employment is the basis for a credit under this section, documentation
6 supporting the employee's qualification as an Alaska veteran, and the Alaska veteran
7 employee's hours employed and period of employment. The department may adopt a
8 regulation that lists the documentation that must be maintained to support a claim that
9 an employee qualifies as an Alaska veteran for purposes of this section.

10 (d) In this section, "Alaska veteran" has the meaning given in AS 36.30.175.

11 * **Sec. 2.** This Act takes effect July 1, 2012.