

Revenue

Applicable Program

Commercial Passenger Vessel Taxes

Indirect Expenditure Name

Large Passenger Vessel Gambling Tax Deduction

Department of Revenue Submission per AS 43.05.095**(1) Description of Provision**

Allows a deduction of federal and municipal taxes paid from gambling gross income.

(2) Authorizing Statute Regulation or Other Authority

AS 43.35.210

(3) Year Enacted

2006

(4) Sunset or Repeal Date

None

(5) Legislative Intent

This provision was part of a ballot measure and therefore has no legislative history.

(6) Public Purpose

To prevent double taxation.

(7) Estimated Revenue Impact

FY 2009 - Unknown. There is no reporting requirement for federal and municipal taxes paid.

FY 2010 - Unknown. There is no reporting requirement for federal and municipal taxes paid.

FY 2011 - Unknown. There is no reporting requirement for federal and municipal taxes paid.

FY 2012 - Unknown. There is no reporting requirement for federal and municipal taxes paid.

FY 2013 - Unknown. There is no reporting requirement for federal and municipal taxes paid.

(8) Cost to Administer**(9) Number of Beneficiaries**

Unknown

Legislative Finance Analysis per AS 24.20.235**(1) Estimate of Annual Revenue Foregone by the State**

Indeterminate

(2) Estimate of Annual Benefit to Recipients

Indeterminate

(3) Legislative Intent Met?

Indeterminate - This was part of the initial ballot measure and not addressed in 2010 during the tax revision.

(4) Should it be Continued, Modified or Terminated?

Recommend termination. This provision allows federal tax liability to be deducted from state taxes. Typically, state taxes are deductible at the federal level.