

Bills Related to Indirect Expenditures

February 3, 2017

Finance Subcommittee - Department of Revenue

House Bill	Indirect Expenditure Report January 2015 (LFD)	Explanation/Estimated Revenue Impact (ERI)
HB 96 -TAXES; DEDUCTIONS; FEES; TAX STAMP DISCOUNT	Pg 141 – Tobacco Products Tax AS 43.50.330 (b)	Gives a four-tenths of one percent deduction to cover the expense of accounting and filing the return for the tobacco tax. ERI - \$50,056
HB 96 -TAXES; DEDUCTIONS; FEES; TAX STAMP DISCOUNT	Pg 142 – Tax Stamp Discount AS 43.50.540 (c)	Gives Discount of up to \$50.0 as compensation for affixing stamps to packs of cigarettes. ERI - \$313,192
HB 96 -TAXES; DEDUCTIONS; FEES; TAX STAMP DISCOUNT	Pg 163 – Large Passenger Vessel Gambling Tax Deduction AS 43.35.210	Allows cruise ships to deduct their federal and municipal taxes from the state taxes due on gambling gross income. ERI – Unknown- no reporting requirement
HB 97 -AK FIRE STANDS. COUNCIL TAX CREDIT	Pg 37 – Alaska Fire Standards Council Tax Credit AS 21.96.075	Tax Credit for gift to Alaska Fire Standards Council. Allowed up to tax on fire premiums written. ERI: \$0

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HB 98-SUNSET VETERAN EMPLOYMENT TAX CREDIT	Pg 130 – Veteran Employment Tax Credit AS 43.20.048	A non-transferable credit for corporate income taxpayers that employ qualified veterans in the state. The credit is \$3,000 for a disabled veteran or \$2,000 for a veteran who is not disabled for employment for a minimum of 1,560 hours during 12 consecutive months following the veteran's employment date. For seasonal employment, the credit is \$1,000 for a veteran employed for a minimum of 500 hours during three consecutive months following the employment date. ERI - \$0
HB 99-OIL & GAS TAX CREDIT REPORTING	Pg 98 – Qualified Capital Expenditure Credit	A transferable tax credit for qualified oil and gas capital expenditures on the North Slope. It can be taken in lieu of exploration incentive credits under AS 43.55.025 and gas exploration credits under AS 43.20.043. Prior to 2014, this tax credit was applicable to all areas of the state. The credit is 20% of qualified capital expenditures. This bill requires transparency for these credits and does not currently change the revenue impact. ERI: \$0, reporting change only