

SENATE BILL NO. 13

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-SECOND LEGISLATURE - FIRST SESSION

BY SENATOR BEGICH

Introduced: 1/22/21

Referred: Community & Regional Affairs, Resources, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to oil and gas exploration, production, and pipeline transportation
2 property taxes; and providing for an effective date."

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

4 * **Section 1.** AS 43.56.010(a) is amended to read:

5 (a) An annual tax [OF 20 MILLS] is levied each tax year

6 (1) beginning January 1, 1974, of 20 mills on the full and true value of
7 taxable property taxable under this chapter; and

8 (2) beginning January 1, 2022, of 10 mills, in addition to the tax
9 under (1) of this subsection, on the full and true value of taxable property taxable
10 under this chapter.

11 * **Sec. 2.** AS 43.56.010(d) is amended to read:

12 (d) A tax paid to a municipality under AS 29.45.080 or former AS 29.53.045
13 on or before June 30 of the tax year shall be credited against the tax levied under
14 (a)(1) [(a)] of this section for that tax year. If, however, a tax is not paid to a

1 municipality until after June 30 of the taxable year, the department, upon application,
 2 shall refund to the taxpayer the amount of tax paid to the municipality under
 3 AS 29.45.080 or former AS 29.53.045. The credit or refund of taxes paid to a
 4 municipality may not exceed the total amount of tax levied by the department on
 5 [UPON] the taxpayer for the tax year [,] under (a)(1) [(a)] of this section.

6 * **Sec. 3.** AS 43.56.010 is amended by adding new subsections to read:

7 (e) The department shall separately account for the taxes collected under
 8 (a)(2) of this section. The annual estimated balance of the account may be
 9 appropriated by the legislature as follows:

10 (1) 50 percent to the Alaska capital income fund under AS 37.05.565;

11 (2) 25 percent to reimburse municipalities for real property tax revenue
 12 lost because of an exemption required by AS 29.45.030(e);

13 (3) 25 percent to the Alaska higher education investment fund under
 14 AS 37.14.750.

15 (f) Nothing in this section creates a dedicated fund.

16 * **Sec. 4.** This Act takes effect January 1, 2022.