

CSSB 92(RES)S: Tax analysis

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*Assume the following for an entity with operations
entirely sourced to Alaska:*

\$1 billion pre tax taxable income

Current tax structure: Alaska State Corporate Income Tax

	C-Corps	S-Corps & LLCs
Taxable income	\$1,000,000,000	\$1,000,000,000
• Alaska Corporate Tax owed*	\$93,990,150	\$0

** tax is \$10,830 on the first \$220,000 and 9.4% on everything above \$220,000*

Current structure: Total Gross Income tax liability

	C-Corps	S-Corps & LLCs
Alaska corporate income tax	\$93,990,150	\$-0-

CSSB 92(RES) tax structure: Alaska Income Tax

	C-Corps	S-Corps & LLCs
Alaska taxable income	\$1,000,000,000	\$995,000,000*
Tax owed	\$93,990,150	\$93,530,000**

**SB 92 exempts the first \$5,000,000 from taxation*

*** Tax rate is 9.4% on all taxable income over \$5,000,000*