

HOUSE BILL NO. 190

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - FIRST SESSION

BY THE HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 4/14/25

Referred: Education, Labor and Commerce

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the insurance tax education credit; relating to the income tax
2 education credit; relating to the oil or gas producer education credit; relating to the
3 property tax education credit; relating to the mining business education credit; relating
4 to the fisheries business education credit; relating to the fisheries resource landing tax
5 education credit; renaming the day care assistance program the child care assistance
6 program; relating to the child care assistance program and the child care grant
7 program; and providing for an effective date."

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

9 * **Section 1.** AS 21.96.070(a) is amended to read:

10 (a) A taxpayer is allowed a credit against the tax due under AS 21.09.210 or
11 AS 21.66.110 for

12 (1) contributions of cash or equipment accepted for direct instruction,
13 research, and educational support purposes, including library and museum

1 acquisitions, and contributions to endowment, by an Alaska university foundation or
 2 by a nonprofit, public or private, Alaska two-year or four-year college accredited by a
 3 national or regional accreditation association;

4 (2) contributions of cash or equipment accepted for secondary school
 5 level vocational education courses, programs, and facilities by a school district in the
 6 state;

7 (3) contributions of cash or equipment accepted for vocational
 8 education courses, programs, and facilities by a state-operated vocational technical
 9 education and training school;

10 (4) contributions of cash or equipment accepted for a facility by a
 11 nonprofit, public or private, Alaska two-year or four-year college accredited by a
 12 national or regional accreditation association;

13 (5) contributions of cash or equipment accepted for Alaska Native
 14 cultural or heritage programs and educational support, including mentoring and
 15 tutoring, provided by a nonprofit agency for public school staff and for students who
 16 are in grades kindergarten through 12 in the state;

17 (6) contributions of cash or equipment accepted for education,
 18 research, rehabilitation, and facilities by an institution that is located in the state and
 19 that qualifies as a coastal ecosystem learning center under the Coastal America
 20 Partnership established by the federal government;

21 (7) contributions of cash or equipment accepted for the operation of a
 22 nonprofit educational resource center that supports academic achievement in grades
 23 nine through 12 by coordinating curricula and statewide competition in the subject
 24 areas of economics, science, social science, literature, music, art, mathematics,
 25 writing, speech, and interview skills and by providing student scholarships [;

26 (8) EXPENDITURES MADE TO OPERATE A CHILD CARE
 27 FACILITY IN THE STATE FOR THE CHILDREN OF THE TAXPAYER'S
 28 EMPLOYEES;

29 (9) CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED
 30 BY A CHILD CARE FACILITY IN THE STATE OPERATED BY A NONPROFIT
 31 CORPORATION AND ATTENDED BY ONE OR MORE CHILDREN OF THE

1 TAXPAYER'S EMPLOYEES; AND

2 (10) A PAYMENT TO AN EMPLOYEE OF THE TAXPAYER
3 MADE BY THE TAXPAYER FOR THE PURPOSE OF OFFSETTING THE
4 EMPLOYEE'S CHILD CARE COSTS INCURRED IN THE STATE].

5 * **Sec. 2.** AS 21.96.070(a), as amended by sec. 1 of this Act, is amended to read:

6 (a) A taxpayer is allowed a credit against the tax due under AS 21.09.210 or
7 AS 21.66.110 for

8 (1) contributions of cash or equipment accepted for direct instruction,
9 research, and educational support purposes, including library and museum
10 acquisitions, and contributions to endowment, by an Alaska university foundation or
11 by a nonprofit, public or private, Alaska two-year or four-year college accredited by a
12 national or regional accreditation association;

13 (2) contributions of cash or equipment accepted for secondary school
14 level vocational education courses, programs, and facilities by a school district in the
15 state;

16 (3) contributions of cash or equipment accepted for vocational
17 education courses, programs, and facilities by a state-operated vocational technical
18 education and training school;

19 (4) contributions of cash or equipment accepted for a facility by a
20 nonprofit, public or private, Alaska two-year or four-year college accredited by a
21 national or regional accreditation association;

22 (5) contributions of cash or equipment accepted for Alaska Native
23 cultural or heritage programs and educational support, including mentoring and
24 tutoring, provided by a nonprofit agency for public school staff and for students who
25 are in grades kindergarten through 12 in the state;

26 (6) contributions of cash or equipment accepted for education,
27 research, rehabilitation, and facilities by an institution that is located in the state and
28 that qualifies as a coastal ecosystem learning center under the Coastal America
29 Partnership established by the federal government;

30 (7) contributions of cash or equipment accepted for the operation of a
31 nonprofit educational resource center that supports academic achievement in grades

1 nine through 12 by coordinating curricula and statewide competition in the subject
 2 areas of economics, science, social science, literature, music, art, mathematics,
 3 writing, speech, and interview skills and by providing student scholarships;

4 (8) expenditures made to operate a child care facility in the state
 5 for the children of the taxpayer's employees;

6 (9) contributions of cash or equipment accepted by a child care
 7 facility in the state operated by a nonprofit corporation and attended by one or
 8 more children of the taxpayer's employees; and

9 (10) a payment to an employee of the taxpayer made by the
 10 taxpayer for the purpose of offsetting the employee's child care costs incurred in
 11 the state.

12 * **Sec. 3.** AS 21.96.070(d) is amended to read:

13 (d) A contribution claimed as a credit under this section may not

14 (1) be the basis for a credit claimed under another provision of this
 15 title; and

16 (2) when combined with contributions that are the basis for credits
 17 taken during the taxpayer's tax year under AS 43.20.014, AS 43.55.019,
 18 AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total
 19 amount of credits exceeding \$10,000,000 [\$3,000,000]; if the taxpayer is a member of
 20 an affiliated group, then the total amount of credits may not exceed \$10,000,000
 21 [\$3,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
 22 meaning given in AS 43.20.145.

23 * **Sec. 4.** AS 43.20.014(a) is amended to read:

24 (a) A taxpayer is allowed a credit against the tax due under this chapter for

25 (1) contributions of cash or equipment accepted for direct instruction,
 26 research, and educational support purposes, including library and museum
 27 acquisitions, and contributions to endowment, by an Alaska university foundation, by
 28 a nonprofit, public or private, Alaska two-year or four-year college accredited by a
 29 national or regional accreditation association, or by a public or private nonprofit
 30 elementary or secondary school in the state;

31 (2) contributions of cash or equipment accepted for secondary school

1 level vocational education courses, programs, and facilities by a school district in the
2 state;

3 (3) contributions of cash or equipment accepted for vocational
4 education courses, programs, equipment, and facilities by a state-operated vocational
5 technical education and training school, a nonprofit regional training center recognized
6 by the Department of Labor and Workforce Development, and an apprenticeship
7 program in the state that is registered with the United States Department of Labor
8 under 29 U.S.C. 50 - 50b (National Apprenticeship Act);

9 (4) contributions of cash or equipment accepted for a facility by a
10 nonprofit, public or private, Alaska two-year or four-year college accredited by a
11 national or regional accreditation association or by a public or private nonprofit
12 elementary or secondary school in the state;

13 (5) contributions of cash or equipment accepted for Alaska Native
14 cultural or heritage programs and educational support, including mentoring and
15 tutoring, provided by a nonprofit agency for public school staff and for students who
16 are in grades kindergarten through 12 in the state;

17 (6) contributions of cash or equipment accepted for education,
18 research, rehabilitation, and facilities by an institution that is located in the state and
19 that qualifies as a coastal ecosystem learning center under the Coastal America
20 Partnership established by the federal government;

21 (7) contributions of cash or equipment accepted for the Alaska higher
22 education investment fund under AS 37.14.750;

23 (8) contributions of cash or equipment accepted for funding a
24 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
25 cost of a dual-credit course, including the cost of

26 (A) tuition and textbooks;

27 (B) registration, course, and programmatic student fees;

28 (C) on-campus room and board at the postsecondary institution
29 in the state that provides the dual-credit course;

30 (D) transportation costs to and from a residential school
31 approved by the Department of Education and Early Development under

1 AS 14.16.200 or the postsecondary school in the state that provides the dual-
2 credit course; and

3 (E) other related educational and programmatic costs;

4 (9) contributions of cash or equipment accepted for constructing,
5 operating, or maintaining a residential housing facility by a residential school in the
6 state approved by the Department of Education and Early Development under
7 AS 14.16.200;

8 (10) contributions of cash or equipment accepted for childhood early
9 learning and development programs and educational support to childhood early
10 learning and development programs provided by a nonprofit corporation organized
11 under AS 10.20, a tribal entity, or a school district in the state, by the Department of
12 Education and Early Development, or through a state grant;

13 (11) contributions of cash or equipment accepted for science,
14 technology, engineering, and math programs provided by a nonprofit agency or a
15 school district for school staff and for students in grades kindergarten through 12 in
16 the state;

17 (12) contributions of cash or equipment accepted for the operation of a
18 nonprofit organization dedicated to providing educational opportunities that promote
19 the legacy of public service contributions to the state and perpetuate ongoing
20 educational programs that foster public service leadership for future generations of
21 residents of the state;

22 (13) contributions of cash or equipment accepted for the operation of a
23 nonprofit educational resource center that supports academic achievement in grades
24 nine through 12 by coordinating curricula and statewide competition in the subject
25 areas of economics, science, social science, literature, music, art, mathematics,
26 writing, speech, and interview skills and by providing student scholarships [;

27 (14) EXPENDITURES MADE TO OPERATE A CHILD CARE
28 FACILITY IN THE STATE FOR THE CHILDREN OF THE TAXPAYER'S
29 EMPLOYEES;

30 (15) CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED
31 BY A CHILD CARE FACILITY IN THE STATE OPERATED BY A NONPROFIT

1 CORPORATION AND ATTENDED BY ONE OR MORE CHILDREN OF THE
 2 TAXPAYER'S EMPLOYEES; AND

3 (16) A PAYMENT TO AN EMPLOYEE OF THE TAXPAYER
 4 MADE BY THE TAXPAYER FOR THE PURPOSE OF OFFSETTING THE
 5 EMPLOYEE'S CHILD CARE COSTS INCURRED IN THE STATE].

6 * **Sec. 5.** AS 43.20.014(a), as amended by sec. 4 of this Act, is amended to read:

7 (a) A taxpayer is allowed a credit against the tax due under this chapter for

8 (1) contributions of cash or equipment accepted for direct instruction,
 9 research, and educational support purposes, including library and museum
 10 acquisitions, and contributions to endowment, by an Alaska university foundation, by
 11 a nonprofit, public or private, Alaska two-year or four-year college accredited by a
 12 national or regional accreditation association, or by a public or private nonprofit
 13 elementary or secondary school in the state;

14 (2) contributions of cash or equipment accepted for secondary school
 15 level vocational education courses, programs, and facilities by a school district in the
 16 state;

17 (3) contributions of cash or equipment accepted for vocational
 18 education courses, programs, equipment, and facilities by a state-operated vocational
 19 technical education and training school, a nonprofit regional training center recognized
 20 by the Department of Labor and Workforce Development, and an apprenticeship
 21 program in the state that is registered with the United States Department of Labor
 22 under 29 U.S.C. 50 - 50b (National Apprenticeship Act);

23 (4) contributions of cash or equipment accepted for a facility by a
 24 nonprofit, public or private, Alaska two-year or four-year college accredited by a
 25 national or regional accreditation association or by a public or private nonprofit
 26 elementary or secondary school in the state;

27 (5) contributions of cash or equipment accepted for Alaska Native
 28 cultural or heritage programs and educational support, including mentoring and
 29 tutoring, provided by a nonprofit agency for public school staff and for students who
 30 are in grades kindergarten through 12 in the state;

31 (6) contributions of cash or equipment accepted for education,

1 research, rehabilitation, and facilities by an institution that is located in the state and
 2 that qualifies as a coastal ecosystem learning center under the Coastal America
 3 Partnership established by the federal government;

4 (7) contributions of cash or equipment accepted for the Alaska higher
 5 education investment fund under AS 37.14.750;

6 (8) contributions of cash or equipment accepted for funding a
 7 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
 8 cost of a dual-credit course, including the cost of

9 (A) tuition and textbooks;

10 (B) registration, course, and programmatic student fees;

11 (C) on-campus room and board at the postsecondary institution
 12 in the state that provides the dual-credit course;

13 (D) transportation costs to and from a residential school
 14 approved by the Department of Education and Early Development under
 15 AS 14.16.200 or the postsecondary school in the state that provides the dual-
 16 credit course; and

17 (E) other related educational and programmatic costs;

18 (9) contributions of cash or equipment accepted for constructing,
 19 operating, or maintaining a residential housing facility by a residential school in the
 20 state approved by the Department of Education and Early Development under
 21 AS 14.16.200;

22 (10) contributions of cash or equipment accepted for childhood early
 23 learning and development programs and educational support to childhood early
 24 learning and development programs provided by a nonprofit corporation organized
 25 under AS 10.20, a tribal entity, or a school district in the state, by the Department of
 26 Education and Early Development, or through a state grant;

27 (11) contributions of cash or equipment accepted for science,
 28 technology, engineering, and math programs provided by a nonprofit agency or a
 29 school district for school staff and for students in grades kindergarten through 12 in
 30 the state;

31 (12) contributions of cash or equipment accepted for the operation of a

1 nonprofit organization dedicated to providing educational opportunities that promote
 2 the legacy of public service contributions to the state and perpetuate ongoing
 3 educational programs that foster public service leadership for future generations of
 4 residents of the state;

5 (13) contributions of cash or equipment accepted for the operation of a
 6 nonprofit educational resource center that supports academic achievement in grades
 7 nine through 12 by coordinating curricula and statewide competition in the subject
 8 areas of economics, science, social science, literature, music, art, mathematics,
 9 writing, speech, and interview skills and by providing student scholarships;

10 **(14) expenditures made to operate a child care facility in the state**
 11 **for the children of the taxpayer's employees;**

12 **(15) contributions of cash or equipment accepted by a child care**
 13 **facility in the state operated by a nonprofit corporation and attended by one or**
 14 **more children of the taxpayer's employees; and**

15 **(16) a payment to an employee of the taxpayer made by the**
 16 **taxpayer for the purpose of offsetting the employee's child care costs incurred in**
 17 **the state.**

18 * **Sec. 6.** AS 43.20.014(d) is amended to read:

19 (d) A contribution claimed as a credit under this section may not

20 (1) be the basis for a credit claimed under another provision of this
 21 title;

22 (2) also be allowed as a deduction under 26 U.S.C. (Internal Revenue
 23 Code) against the tax imposed by this chapter; and

24 (3) when combined with contributions that are the basis for credits
 25 taken during the taxpayer's tax year under AS 21.96.070, AS 43.55.019,
 26 AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total
 27 amount of credits exceeding **\$10,000,000** [\$3,000,000]; if the taxpayer is a member of
 28 an affiliated group, then the total amount of credits may not exceed **\$10,000,000**
 29 [\$3,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
 30 meaning given in AS 43.20.145.

31 * **Sec. 7.** AS 43.55.019(a) is amended to read:

1 (a) A producer of oil or gas is allowed a credit against the tax levied by
2 AS 43.55.011(e) for

3 (1) contributions of cash or equipment accepted for direct instruction,
4 research, and educational support purposes, including library and museum
5 acquisitions, and contributions to endowment, by an Alaska university foundation or
6 by a nonprofit, public or private, Alaska two-year or four-year college accredited by a
7 national or regional accreditation association;

8 (2) contributions of cash or equipment accepted for secondary school
9 level vocational education courses, programs, and facilities by a school district in the
10 state;

11 (3) contributions of cash or equipment accepted for vocational
12 education courses, programs, equipment, and facilities by a state-operated vocational
13 technical education and training school, a nonprofit regional training center recognized
14 by the Department of Labor and Workforce Development, and an apprenticeship
15 program in the state that is registered with the United States Department of Labor
16 under 29 U.S.C. 50 - 50b (National Apprenticeship Act);

17 (4) contributions of cash or equipment accepted for a facility by a
18 nonprofit, public or private, Alaska two-year or four-year college accredited by a
19 national or regional accreditation association;

20 (5) contributions of cash or equipment accepted for Alaska Native
21 cultural or heritage programs and educational support, including mentoring and
22 tutoring, provided by a nonprofit agency for public school staff and for students who
23 are in grades kindergarten through 12 in the state;

24 (6) contributions of cash or equipment accepted for education,
25 research, rehabilitation, and facilities by an institution that is located in the state and
26 that qualifies as a coastal ecosystem learning center under the Coastal America
27 Partnership established by the federal government;

28 (7) contributions of cash or equipment accepted for the Alaska higher
29 education investment fund under AS 37.14.750;

30 (8) contributions of cash or equipment accepted for the operation of a
31 nonprofit educational resource center that supports academic achievement in grades

1 nine through 12 by coordinating curricula and statewide competition in the subject
 2 areas of economics, science, social science, literature, music, art, mathematics,
 3 writing, speech, and interview skills and by providing student scholarships [;

4 (9) EXPENDITURES MADE TO OPERATE A CHILD CARE
 5 FACILITY IN THE STATE FOR THE CHILDREN OF THE TAXPAYER'S
 6 EMPLOYEES;

7 (10) CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED
 8 BY A CHILD CARE FACILITY IN THE STATE OPERATED BY A NONPROFIT
 9 CORPORATION AND ATTENDED BY ONE OR MORE CHILDREN OF THE
 10 TAXPAYER'S EMPLOYEES; AND

11 (11) A PAYMENT TO AN EMPLOYEE OF THE TAXPAYER
 12 MADE BY THE TAXPAYER FOR THE PURPOSE OF OFFSETTING THE
 13 EMPLOYEE'S CHILD CARE COSTS INCURRED IN THE STATE].

14 * **Sec. 8.** AS 43.55.019(a), as amended by sec. 7 of this Act, is amended to read:

15 (a) A producer of oil or gas is allowed a credit against the tax levied by
 16 AS 43.55.011(e) for

17 (1) contributions of cash or equipment accepted for direct instruction,
 18 research, and educational support purposes, including library and museum
 19 acquisitions, and contributions to endowment, by an Alaska university foundation or
 20 by a nonprofit, public or private, Alaska two-year or four-year college accredited by a
 21 national or regional accreditation association;

22 (2) contributions of cash or equipment accepted for secondary school
 23 level vocational education courses, programs, and facilities by a school district in the
 24 state;

25 (3) contributions of cash or equipment accepted for vocational
 26 education courses, programs, equipment, and facilities by a state-operated vocational
 27 technical education and training school, a nonprofit regional training center recognized
 28 by the Department of Labor and Workforce Development, and an apprenticeship
 29 program in the state that is registered with the United States Department of Labor
 30 under 29 U.S.C. 50 - 50b (National Apprenticeship Act);

31 (4) contributions of cash or equipment accepted for a facility by a

1 nonprofit, public or private, Alaska two-year or four-year college accredited by a
2 national or regional accreditation association;

3 (5) contributions of cash or equipment accepted for Alaska Native
4 cultural or heritage programs and educational support, including mentoring and
5 tutoring, provided by a nonprofit agency for public school staff and for students who
6 are in grades kindergarten through 12 in the state;

7 (6) contributions of cash or equipment accepted for education,
8 research, rehabilitation, and facilities by an institution that is located in the state and
9 that qualifies as a coastal ecosystem learning center under the Coastal America
10 Partnership established by the federal government;

11 (7) contributions of cash or equipment accepted for the Alaska higher
12 education investment fund under AS 37.14.750;

13 (8) contributions of cash or equipment accepted for the operation of a
14 nonprofit educational resource center that supports academic achievement in grades
15 nine through 12 by coordinating curricula and statewide competition in the subject
16 areas of economics, science, social science, literature, music, art, mathematics,
17 writing, speech, and interview skills and by providing student scholarships;

18 **(9) expenditures made to operate a child care facility in the state**
19 **for the children of the taxpayer's employees;**

20 **(10) contributions of cash or equipment accepted by a child care**
21 **facility in the state operated by a nonprofit corporation and attended by one or**
22 **more children of the taxpayer's employees; and**

23 **(11) a payment to an employee of the taxpayer made by the**
24 **taxpayer for the purpose of offsetting the employee's child care costs incurred in**
25 **the state.**

26 * **Sec. 9.** AS 43.55.019(d) is amended to read:

27 (d) A contribution claimed as a credit under this section may not

28 (1) be the basis for a credit claimed under another provision of this
29 title; and

30 (2) when combined with contributions that are the basis for credits
31 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,

AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total amount of credits exceeding \$10,000,000 [\$3,000,000]; if the taxpayer is a member of an affiliated group, then the total amount of credits may not exceed \$10,000,000 [\$3,000,000] for the affiliated group; in this paragraph, "affiliated group" has the meaning given in AS 43.20.145.

* **Sec. 10.** AS 43.56.018(a) is amended to read:

(a) The owner of property taxable under this chapter is allowed a credit against the tax due under this chapter for

(1) contributions of cash or equipment accepted for direct instruction, research, and educational support purposes, including library and museum acquisitions, and contributions to endowment, by an Alaska university foundation or by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association;

(2) contributions of cash or equipment accepted for secondary school level vocational education courses, programs, and facilities by a school district in the state;

(3) contributions of cash or equipment accepted for vocational education courses, programs, and facilities by a state-operated vocational technical education and training school;

(4) contributions of cash or equipment accepted for a facility by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association;

(5) contributions of cash or equipment accepted for Alaska Native cultural or heritage programs and educational support, including mentoring and tutoring, provided by a nonprofit agency for public school staff and for students who are in grades kindergarten through 12 in the state;

(6) contributions of cash or equipment accepted for education, research, rehabilitation, and facilities by an institution that is located in the state and that qualifies as a coastal ecosystem learning center under the Coastal America Partnership established by the federal government;

(7) contributions of cash or equipment accepted for the Alaska higher

1 education investment fund under AS 37.14.750;

2 (8) contributions of cash or equipment accepted for the operation of a
3 nonprofit educational resource center that supports academic achievement in grades
4 nine through 12 by coordinating curricula and statewide competition in the subject
5 areas of economics, science, social science, literature, music, art, mathematics,
6 writing, speech, and interview skills and by providing student scholarships [;

7 (9) EXPENDITURES MADE TO OPERATE A CHILD CARE
8 FACILITY IN THE STATE FOR THE CHILDREN OF THE TAXPAYER'S
9 EMPLOYEES;

10 (10) CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED
11 BY A CHILD CARE FACILITY IN THE STATE OPERATED BY A NONPROFIT
12 CORPORATION AND ATTENDED BY ONE OR MORE CHILDREN OF THE
13 TAXPAYER'S EMPLOYEES; AND

14 (11) A PAYMENT TO AN EMPLOYEE OF THE TAXPAYER
15 MADE BY THE TAXPAYER FOR THE PURPOSE OF OFFSETTING THE
16 EMPLOYEE'S CHILD CARE COSTS INCURRED IN THE STATE].

17 * **Sec. 11.** AS 43.56.018(a), as amended by sec. 10 of this Act, is amended to read:

18 (a) The owner of property taxable under this chapter is allowed a credit
19 against the tax due under this chapter for

20 (1) contributions of cash or equipment accepted for direct instruction,
21 research, and educational support purposes, including library and museum
22 acquisitions, and contributions to endowment, by an Alaska university foundation or
23 by a nonprofit, public or private, Alaska two-year or four-year college accredited by a
24 national or regional accreditation association;

25 (2) contributions of cash or equipment accepted for secondary school
26 level vocational education courses, programs, and facilities by a school district in the
27 state;

28 (3) contributions of cash or equipment accepted for vocational
29 education courses, programs, and facilities by a state-operated vocational technical
30 education and training school;

31 (4) contributions of cash or equipment accepted for a facility by a

1 nonprofit, public or private, Alaska two-year or four-year college accredited by a
2 national or regional accreditation association;

3 (5) contributions of cash or equipment accepted for Alaska Native
4 cultural or heritage programs and educational support, including mentoring and
5 tutoring, provided by a nonprofit agency for public school staff and for students who
6 are in grades kindergarten through 12 in the state;

7 (6) contributions of cash or equipment accepted for education,
8 research, rehabilitation, and facilities by an institution that is located in the state and
9 that qualifies as a coastal ecosystem learning center under the Coastal America
10 Partnership established by the federal government;

11 (7) contributions of cash or equipment accepted for the Alaska higher
12 education investment fund under AS 37.14.750;

13 (8) contributions of cash or equipment accepted for the operation of a
14 nonprofit educational resource center that supports academic achievement in grades
15 nine through 12 by coordinating curricula and statewide competition in the subject
16 areas of economics, science, social science, literature, music, art, mathematics,
17 writing, speech, and interview skills and by providing student scholarships;

18 **(9) expenditures made to operate a child care facility in the state**
19 **for the children of the taxpayer's employees;**

20 **(10) contributions of cash or equipment accepted by a child care**
21 **facility in the state operated by a nonprofit corporation and attended by one or**
22 **more children of the taxpayer's employees; and**

23 **(11) a payment to an employee of the taxpayer made by the**
24 **taxpayer for the purpose of offsetting the employee's child care costs incurred in**
25 **the state.**

26 * **Sec. 12.** AS 43.56.018(d) is amended to read:

27 (d) A contribution claimed as a credit under this section may not

28 (1) be the basis for a credit claimed under another provision of this
29 title; and

30 (2) when combined with contributions that are the basis for credits
31 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,

AS 43.55.019, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total amount of credits exceeding \$10,000,000 [\$3,000,000]; if the taxpayer is a member of an affiliated group, then the total amount of credits may not exceed \$10,000,000 [\$3,000,000] for the affiliated group; in this paragraph, "affiliated group" has the meaning given in AS 43.20.145.

* **Sec. 13.** AS 43.65.018(a) is amended to read:

(a) A person engaged in the business of mining in the state is allowed a credit against the tax due under this chapter for

(1) contributions of cash or equipment accepted for direct instruction, research, and educational support purposes, including library and museum acquisitions, and contributions to endowment, by an Alaska university foundation, by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association, or by a public or private nonprofit elementary or secondary school in the state;

(2) contributions of cash or equipment accepted for secondary school level vocational education courses, programs, and facilities by a school district in the state;

(3) contributions of cash or equipment accepted for vocational education courses, programs, and facilities by a state- operated vocational technical education and training school;

(4) contributions of cash or equipment accepted for a facility by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association or by a public or private nonprofit elementary or secondary school in the state;

(5) contributions of cash or equipment accepted for Alaska Native cultural or heritage programs and educational support, including mentoring and tutoring, provided by a nonprofit agency for public school staff and for students who are in grades kindergarten through 12 in the state;

(6) contributions of cash or equipment accepted for education, research, rehabilitation, and facilities by an institution that is located in the state and that qualifies as a coastal ecosystem learning center under the Coastal America

1 Partnership established by the federal government;

2 (7) contributions of cash or equipment accepted for the Alaska higher
3 education investment fund under AS 37.14.750;

4 (8) contributions of cash or equipment accepted for funding a
5 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
6 cost of a dual-credit course, including the cost of

7 (A) tuition and textbooks;

8 (B) registration, course, and programmatic student fees;

9 (C) on-campus room and board at the postsecondary institution
10 in the state that provides the dual-credit course;

11 (D) transportation costs to and from a residential school
12 approved by the Department of Education and Early Development under
13 AS 14.16.200 or the postsecondary school in the state that provides the dual-
14 credit course; and

15 (E) other related educational and programmatic costs;

16 (9) contributions of cash or equipment accepted for constructing,
17 operating, or maintaining a residential housing facility by a residential school
18 approved by the Department of Education and Early Development under
19 AS 14.16.200;

20 (10) contributions of cash or equipment accepted for childhood early
21 learning and development programs and educational support to childhood early
22 learning and development programs provided by a nonprofit corporation organized
23 under AS 10.20, a tribal entity, or a school district in the state, by the Department of
24 Education and Early Development, or through a state grant;

25 (11) contributions of cash or equipment accepted for science,
26 technology, engineering, and math programs provided by a nonprofit agency or a
27 school district for school staff and for students in grades kindergarten through 12 in
28 the state;

29 (12) contributions of cash or equipment accepted for the operation of a
30 nonprofit organization dedicated to providing educational opportunities that promote
31 the legacy of public service contributions to the state and perpetuate ongoing

1 educational programs that foster public service leadership for future generations of
2 residents of the state;

3 (13) contributions of cash or equipment accepted for the operation of a
4 nonprofit educational resource center that supports academic achievement in grades
5 nine through 12 by coordinating curricula and statewide competition in the subject
6 areas of economics, science, social science, literature, music, art, mathematics,
7 writing, speech, and interview skills and by providing student scholarships [;

8 (14) EXPENDITURES MADE TO OPERATE A CHILD CARE
9 FACILITY IN THE STATE FOR THE CHILDREN OF THE TAXPAYER'S
10 EMPLOYEES;

11 (15) CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED
12 BY A CHILD CARE FACILITY IN THE STATE OPERATED BY A NONPROFIT
13 CORPORATION AND ATTENDED BY ONE OR MORE CHILDREN OF THE
14 TAXPAYER'S EMPLOYEES; AND

15 (16) A PAYMENT TO AN EMPLOYEE OF THE TAXPAYER
16 MADE BY THE TAXPAYER FOR THE PURPOSE OF OFFSETTING THE
17 EMPLOYEE'S CHILD CARE COSTS INCURRED IN THE STATE].

18 * **Sec. 14.** AS 43.65.018(a), as amended by sec. 13 of this Act, is amended to read:

19 (a) A person engaged in the business of mining in the state is allowed a credit
20 against the tax due under this chapter for

21 (1) contributions of cash or equipment accepted for direct instruction,
22 research, and educational support purposes, including library and museum
23 acquisitions, and contributions to endowment, by an Alaska university foundation, by
24 a nonprofit, public or private, Alaska two-year or four-year college accredited by a
25 national or regional accreditation association, or by a public or private nonprofit
26 elementary or secondary school in the state;

27 (2) contributions of cash or equipment accepted for secondary school
28 level vocational education courses, programs, and facilities by a school district in the
29 state;

30 (3) contributions of cash or equipment accepted for vocational
31 education courses, programs, and facilities by a state- operated vocational technical

1 education and training school;

2 (4) contributions of cash or equipment accepted for a facility by a
3 nonprofit, public or private, Alaska two-year or four-year college accredited by a
4 national or regional accreditation association or by a public or private nonprofit
5 elementary or secondary school in the state;

6 (5) contributions of cash or equipment accepted for Alaska Native
7 cultural or heritage programs and educational support, including mentoring and
8 tutoring, provided by a nonprofit agency for public school staff and for students who
9 are in grades kindergarten through 12 in the state;

10 (6) contributions of cash or equipment accepted for education,
11 research, rehabilitation, and facilities by an institution that is located in the state and
12 that qualifies as a coastal ecosystem learning center under the Coastal America
13 Partnership established by the federal government;

14 (7) contributions of cash or equipment accepted for the Alaska higher
15 education investment fund under AS 37.14.750;

16 (8) contributions of cash or equipment accepted for funding a
17 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
18 cost of a dual-credit course, including the cost of

19 (A) tuition and textbooks;

20 (B) registration, course, and programmatic student fees;

21 (C) on-campus room and board at the postsecondary institution
22 in the state that provides the dual-credit course;

23 (D) transportation costs to and from a residential school
24 approved by the Department of Education and Early Development under
25 AS 14.16.200 or the postsecondary school in the state that provides the dual-
26 credit course; and

27 (E) other related educational and programmatic costs;

28 (9) contributions of cash or equipment accepted for constructing,
29 operating, or maintaining a residential housing facility by a residential school
30 approved by the Department of Education and Early Development under
31 AS 14.16.200;

(10) contributions of cash or equipment accepted for childhood early learning and development programs and educational support to childhood early learning and development programs provided by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school district in the state, by the Department of Education and Early Development, or through a state grant;

(11) contributions of cash or equipment accepted for science, technology, engineering, and math programs provided by a nonprofit agency or a school district for school staff and for students in grades kindergarten through 12 in the state;

(12) contributions of cash or equipment accepted for the operation of a nonprofit organization dedicated to providing educational opportunities that promote the legacy of public service contributions to the state and perpetuate ongoing educational programs that foster public service leadership for future generations of residents of the state;

(13) contributions of cash or equipment accepted for the operation of a nonprofit educational resource center that supports academic achievement in grades nine through 12 by coordinating curricula and statewide competition in the subject areas of economics, science, social science, literature, music, art, mathematics, writing, speech, and interview skills and by providing student scholarships;

(14) expenditures made to operate a child care facility in the state for the children of the taxpayer's employees;

(15) contributions of cash or equipment accepted by a child care facility in the state operated by a nonprofit corporation and attended by one or more children of the taxpayer's employees; and

(16) a payment to an employee of the taxpayer made by the taxpayer for the purpose of offsetting the employee's child care costs incurred in the state.

* Sec. 15. AS 43.65.018(d) is amended to read:

(d) A contribution claimed as a credit under this section may not

(1) be the basis for a credit claimed under another provision of this title; and

(2) when combined with contributions that are the basis for credits taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.75.018, or AS 43.77.045, result in the total amount of the credits exceeding \$10,000,000 [\$3,000,000]; if the taxpayer is a member of an affiliated group, then the total amount of credits may not exceed \$10,000,000 [\$3,000,000] for the affiliated group; in this paragraph, "affiliated group" has the meaning given in AS 43.20.145.

* **Sec. 16.** AS 43.75.018(a) is amended to read:

(a) A person engaged in a fisheries business is allowed a credit against the tax due under this chapter for

(1) contributions of cash or equipment accepted for direct instruction, research, and educational support purposes, including library and museum acquisitions, and contributions to endowment, by an Alaska university foundation, by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association, or by a public or private nonprofit elementary or secondary school in the state;

(2) contributions of cash or equipment accepted for secondary school level vocational education courses, programs, and facilities by a school district in the state;

(3) contributions of cash or equipment accepted for vocational education courses, programs, and facilities by a state-operated vocational technical education and training school;

(4) contributions of cash or equipment accepted for a facility by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association or by a public or private nonprofit elementary or secondary school in the state;

(5) contributions of cash or equipment accepted for Alaska Native cultural or heritage programs and educational support, including mentoring and tutoring, provided by a nonprofit agency for public school staff and for students who are in grades kindergarten through 12 in the state;

(6) contributions of cash or equipment accepted for education,

1 research, rehabilitation, and facilities by an institution that is located in the state and
 2 that qualifies as a coastal ecosystem learning center under the Coastal America
 3 Partnership established by the federal government;

4 (7) contributions of cash or equipment accepted for the Alaska higher
 5 education investment fund under AS 37.14.750;

6 (8) contributions of cash or equipment accepted for funding a
 7 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
 8 cost of a dual-credit course, including the cost of

9 (A) tuition and textbooks;

10 (B) registration, course, and programmatic student fees;

11 (C) on-campus room and board at the postsecondary institution
 12 in the state that provides the dual-credit course;

13 (D) transportation costs to and from a residential school
 14 approved by the Department of Education and Early Development under
 15 AS 14.16.200 or the postsecondary school in the state that provides the dual-
 16 credit course; and

17 (E) other related educational and programmatic costs;

18 (9) contributions of cash or equipment accepted for constructing,
 19 operating, or maintaining a residential housing facility by a residential school
 20 approved by the Department of Education and Early Development under
 21 AS 14.16.200;

22 (10) contributions of cash or equipment accepted for childhood early
 23 learning and development programs and educational support to childhood early
 24 learning and development programs provided by a nonprofit corporation organized
 25 under AS 10.20, a tribal entity, or a school district in the state, by the Department of
 26 Education and Early Development, or through a state grant;

27 (11) contributions of cash or equipment accepted for science,
 28 technology, engineering, and math programs provided by a nonprofit agency or a
 29 school district for school staff and for students in grades kindergarten through 12 in
 30 the state;

31 (12) contributions of cash or equipment accepted for the operation of a

1 nonprofit organization dedicated to providing educational opportunities that promote
 2 the legacy of public service contributions to the state and perpetuate ongoing
 3 educational programs that foster public service leadership for future generations of
 4 residents of the state;

5 (13) contributions of cash or equipment accepted for the operation of a
 6 nonprofit educational resource center that supports academic achievement in grades
 7 nine through 12 by coordinating curricula and statewide competition in the subject
 8 areas of economics, science, social science, literature, music, art, mathematics,
 9 writing, speech, and interview skills and by providing student scholarships [;

10 (14) EXPENDITURES MADE TO OPERATE A CHILD CARE
 11 FACILITY IN THE STATE FOR THE CHILDREN OF THE TAXPAYER'S
 12 EMPLOYEES;

13 (15) CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED
 14 BY A CHILD CARE FACILITY IN THE STATE OPERATED BY A NONPROFIT
 15 CORPORATION AND ATTENDED BY ONE OR MORE CHILDREN OF THE
 16 TAXPAYER'S EMPLOYEES; AND

17 (16) A PAYMENT TO AN EMPLOYEE OF THE TAXPAYER
 18 MADE BY THE TAXPAYER FOR THE PURPOSE OF OFFSETTING THE
 19 EMPLOYEE'S CHILD CARE COSTS INCURRED IN THE STATE].

20 * **Sec. 17.** AS 43.75.018(a), as amended by sec. 16 of this Act, is amended to read:

21 (a) A person engaged in a fisheries business is allowed a credit against the tax
 22 due under this chapter for

23 (1) contributions of cash or equipment accepted for direct instruction,
 24 research, and educational support purposes, including library and museum
 25 acquisitions, and contributions to endowment, by an Alaska university foundation, by
 26 a nonprofit, public or private, Alaska two-year or four-year college accredited by a
 27 national or regional accreditation association, or by a public or private nonprofit
 28 elementary or secondary school in the state;

29 (2) contributions of cash or equipment accepted for secondary school
 30 level vocational education courses, programs, and facilities by a school district in the
 31 state;

1 (3) contributions of cash or equipment accepted for vocational
 2 education courses, programs, and facilities by a state-operated vocational technical
 3 education and training school;

4 (4) contributions of cash or equipment accepted for a facility by a
 5 nonprofit, public or private, Alaska two-year or four-year college accredited by a
 6 national or regional accreditation association or by a public or private nonprofit
 7 elementary or secondary school in the state;

8 (5) contributions of cash or equipment accepted for Alaska Native
 9 cultural or heritage programs and educational support, including mentoring and
 10 tutoring, provided by a nonprofit agency for public school staff and for students who
 11 are in grades kindergarten through 12 in the state;

12 (6) contributions of cash or equipment accepted for education,
 13 research, rehabilitation, and facilities by an institution that is located in the state and
 14 that qualifies as a coastal ecosystem learning center under the Coastal America
 15 Partnership established by the federal government;

16 (7) contributions of cash or equipment accepted for the Alaska higher
 17 education investment fund under AS 37.14.750;

18 (8) contributions of cash or equipment accepted for funding a
 19 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
 20 cost of a dual-credit course, including the cost of

21 (A) tuition and textbooks;

22 (B) registration, course, and programmatic student fees;

23 (C) on-campus room and board at the postsecondary institution
 24 in the state that provides the dual-credit course;

25 (D) transportation costs to and from a residential school
 26 approved by the Department of Education and Early Development under
 27 AS 14.16.200 or the postsecondary school in the state that provides the dual-
 28 credit course; and

29 (E) other related educational and programmatic costs;

30 (9) contributions of cash or equipment accepted for constructing,
 31 operating, or maintaining a residential housing facility by a residential school

approved by the Department of Education and Early Development under AS 14.16.200;

(10) contributions of cash or equipment accepted for childhood early learning and development programs and educational support to childhood early learning and development programs provided by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school district in the state, by the Department of Education and Early Development, or through a state grant;

(11) contributions of cash or equipment accepted for science, technology, engineering, and math programs provided by a nonprofit agency or a school district for school staff and for students in grades kindergarten through 12 in the state;

(12) contributions of cash or equipment accepted for the operation of a nonprofit organization dedicated to providing educational opportunities that promote the legacy of public service contributions to the state and perpetuate ongoing educational programs that foster public service leadership for future generations of residents of the state;

(13) contributions of cash or equipment accepted for the operation of a nonprofit educational resource center that supports academic achievement in grades nine through 12 by coordinating curricula and statewide competition in the subject areas of economics, science, social science, literature, music, art, mathematics, writing, speech, and interview skills and by providing student scholarships;

(14) expenditures made to operate a child care facility in the state for the children of the taxpayer's employees;

(15) contributions of cash or equipment accepted by a child care facility in the state operated by a nonprofit corporation and attended by one or more children of the taxpayer's employees; and

(16) a payment to an employee of the taxpayer made by the taxpayer for the purpose of offsetting the employee's child care costs incurred in the state.

* Sec. 18. AS 43.75.018(d) is amended to read:

(d) A contribution claimed as a credit under this section may not

(1) be the basis for a credit claimed under another provision of this title; and

(2) when combined with contributions that are the basis for credits taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.65.018, or AS 43.77.045, result in the total amount of the credits exceeding **\$10,000,000** [\$3,000,000]; if the taxpayer is a member of an affiliated group, then the total amount of credits may not exceed **\$10,000,000** [\$3,000,000] for the affiliated group; in this paragraph, "affiliated group" has the meaning given in AS 43.20.145.

* **Sec. 19.** AS 43.77.045(a) is amended to read:

(a) A person engaged in a floating fisheries business is allowed a credit against the tax due under this chapter for

(1) contributions of cash or equipment accepted for direct instruction, research, and educational support purposes, including library and museum acquisitions, and contributions to endowment, by an Alaska university foundation, by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association, or by a public or private nonprofit elementary or secondary school in the state;

(2) contributions of cash or equipment accepted for secondary school level vocational education courses, programs, and facilities by a school district in the state;

(3) contributions of cash or equipment accepted for vocational education courses, programs, and facilities by a state-operated vocational technical education and training school;

(4) contributions of cash or equipment accepted for a facility by a nonprofit, public or private, Alaska two-year or four-year college accredited by a national or regional accreditation association or by a public or private nonprofit elementary or secondary school in the state;

(5) contributions of cash or equipment accepted for Alaska Native cultural or heritage programs and educational support, including mentoring and tutoring, provided by a nonprofit agency for public school staff and for students who

1 are in grades kindergarten through 12 in the state;

2 (6) contributions of cash or equipment accepted for education,
3 research, rehabilitation, and facilities by an institution that is located in the state and
4 that qualifies as a coastal ecosystem learning center under the Coastal America
5 Partnership established by the federal government;

6 (7) contributions of cash or equipment accepted for the Alaska higher
7 education investment fund under AS 37.14.750;

8 (8) contributions of cash or equipment accepted for funding a
9 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
10 cost of a dual-credit course, including the cost of

11 (A) tuition and textbooks;

12 (B) registration, course, and programmatic student fees;

13 (C) on-campus room and board at the postsecondary institution
14 in the state that provides the dual-credit course;

15 (D) transportation costs to and from a residential school
16 approved by the Department of Education and Early Development under
17 AS 14.16.200 or the postsecondary school in the state that provides the dual-
18 credit course; and

19 (E) other related educational and programmatic costs;

20 (9) contributions of cash or equipment accepted for constructing,
21 operating, or maintaining a residential housing facility by a residential school
22 approved by the Department of Education and Early Development under
23 AS 14.16.200;

24 (10) contributions of cash or equipment accepted for childhood early
25 learning and development programs and educational support to childhood early
26 learning and development programs provided by a nonprofit corporation organized
27 under AS 10.20, a tribal entity, or a school district in the state, by the Department of
28 Education and Early Development, or through a state grant;

29 (11) contributions of cash or equipment accepted for science,
30 technology, engineering, and math programs provided by a nonprofit agency or a
31 school district for school staff and for students in grades kindergarten through 12 in

1 the state;

2 (12) contributions of cash or equipment accepted for the operation of a
3 nonprofit organization dedicated to providing educational opportunities that promote
4 the legacy of public service contributions to the state and perpetuate ongoing
5 educational programs that foster public service leadership for future generations of
6 residents of the state;

7 (13) contributions of cash or equipment accepted for the operation of a
8 nonprofit educational resource center that supports academic achievement in grades
9 nine through 12 by coordinating curricula and statewide competition in the subject
10 areas of economics, science, social science, literature, music, art, mathematics,
11 writing, speech, and interview skills and by providing student scholarships [;

12 (14) EXPENDITURES MADE TO OPERATE A CHILD CARE
13 FACILITY IN THE STATE FOR THE CHILDREN OF THE TAXPAYER'S
14 EMPLOYEES;

15 (15) CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED
16 BY A CHILD CARE FACILITY IN THE STATE OPERATED BY A NONPROFIT
17 CORPORATION AND ATTENDED BY ONE OR MORE CHILDREN OF THE
18 TAXPAYER'S EMPLOYEES; AND

19 (16) A PAYMENT TO AN EMPLOYEE OF THE TAXPAYER
20 MADE BY THE TAXPAYER FOR THE PURPOSE OF OFFSETTING THE
21 EMPLOYEE'S CHILD CARE COSTS INCURRED IN THE STATE].

22 * **Sec. 20.** AS 43.77.045(a), as amended by sec. 19 of this Act, is amended to read:

23 (a) A person engaged in a floating fisheries business is allowed a credit
24 against the tax due under this chapter for

25 (1) contributions of cash or equipment accepted for direct instruction,
26 research, and educational support purposes, including library and museum
27 acquisitions, and contributions to endowment, by an Alaska university foundation, by
28 a nonprofit, public or private, Alaska two-year or four-year college accredited by a
29 national or regional accreditation association, or by a public or private nonprofit
30 elementary or secondary school in the state;

31 (2) contributions of cash or equipment accepted for secondary school

1 level vocational education courses, programs, and facilities by a school district in the
2 state;

3 (3) contributions of cash or equipment accepted for vocational
4 education courses, programs, and facilities by a state-operated vocational technical
5 education and training school;

6 (4) contributions of cash or equipment accepted for a facility by a
7 nonprofit, public or private, Alaska two-year or four-year college accredited by a
8 national or regional accreditation association or by a public or private nonprofit
9 elementary or secondary school in the state;

10 (5) contributions of cash or equipment accepted for Alaska Native
11 cultural or heritage programs and educational support, including mentoring and
12 tutoring, provided by a nonprofit agency for public school staff and for students who
13 are in grades kindergarten through 12 in the state;

14 (6) contributions of cash or equipment accepted for education,
15 research, rehabilitation, and facilities by an institution that is located in the state and
16 that qualifies as a coastal ecosystem learning center under the Coastal America
17 Partnership established by the federal government;

18 (7) contributions of cash or equipment accepted for the Alaska higher
19 education investment fund under AS 37.14.750;

20 (8) contributions of cash or equipment accepted for funding a
21 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
22 cost of a dual-credit course, including the cost of

23 (A) tuition and textbooks;

24 (B) registration, course, and programmatic student fees;

25 (C) on-campus room and board at the postsecondary institution
26 in the state that provides the dual-credit course;

27 (D) transportation costs to and from a residential school
28 approved by the Department of Education and Early Development under
29 AS 14.16.200 or the postsecondary school in the state that provides the dual-
30 credit course; and

31 (E) other related educational and programmatic costs;

(9) contributions of cash or equipment accepted for constructing, operating, or maintaining a residential housing facility by a residential school approved by the Department of Education and Early Development under AS 14.16.200;

(10) contributions of cash or equipment accepted for childhood early learning and development programs and educational support to childhood early learning and development programs provided by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school district in the state, by the Department of Education and Early Development, or through a state grant;

(11) contributions of cash or equipment accepted for science, technology, engineering, and math programs provided by a nonprofit agency or a school district for school staff and for students in grades kindergarten through 12 in the state;

(12) contributions of cash or equipment accepted for the operation of a nonprofit organization dedicated to providing educational opportunities that promote the legacy of public service contributions to the state and perpetuate ongoing educational programs that foster public service leadership for future generations of residents of the state;

(13) contributions of cash or equipment accepted for the operation of a nonprofit educational resource center that supports academic achievement in grades nine through 12 by coordinating curricula and statewide competition in the subject areas of economics, science, social science, literature, music, art, mathematics, writing, speech, and interview skills and by providing student scholarships;

(14) expenditures made to operate a child care facility in the state for the children of the taxpayer's employees;

(15) contributions of cash or equipment accepted by a child care facility in the state operated by a nonprofit corporation and attended by one or more children of the taxpayer's employees; and

(16) a payment to an employee of the taxpayer made by the taxpayer for the purpose of offsetting the employee's child care costs incurred in the state.

1 * **Sec. 21.** AS 43.77.045(d) is amended to read:

2 (d) A contribution claimed as a credit under this section may not

3 (1) be the basis for a credit claimed under another provision of this
4 title; and

5 (2) when combined with contributions that are the basis for credits
6 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,
7 AS 43.55.019, AS 43.56.018, AS 43.65.018, or AS 43.75.018, result in the total
8 amount of the credits exceeding **\$10,000,000** [\$3,000,000]; if the taxpayer is a
9 member of an affiliated group, then the total amount of credits may not exceed
10 **\$10,000,000** [\$3,000,000] for the affiliated group; in this paragraph, "affiliated group"
11 has the meaning given in AS 43.20.145.

12 * **Sec. 22.** AS 47.05.030(a) is amended to read:

13 (a) Except as provided in (b) and (c) of this section and for purposes directly
14 connected with the administration of general assistance, adult public assistance, the
15 **day** [CHILD] care assistance program authorized under AS 47.25.001 - 47.25.095, or
16 the Alaska temporary assistance program, and in accordance with the regulations of
17 the department, a person may not solicit, disclose, receive, make use of, or authorize,
18 knowingly permit, participate in, or acquiesce in the use of, a list of or names of, or
19 information concerning, persons applying for or receiving the assistance directly or
20 indirectly derived from the records, papers, files, or communications of the department
21 or subdivisions or agencies of the department, or acquired in the course of the
22 performance of official duties.

23 * **Sec. 23.** AS 47.05.030(a), as amended by sec. 22 of this Act, is amended to read:

24 (a) Except as provided in (b) and (c) of this section and for purposes directly
25 connected with the administration of general assistance, adult public assistance, the
26 **child** [DAY] care assistance program authorized under AS 47.25.001 - 47.25.095, or
27 the Alaska temporary assistance program, and in accordance with the regulations of
28 the department, a person may not solicit, disclose, receive, make use of, or authorize,
29 knowingly permit, participate in, or acquiesce in the use of, a list of or names of, or
30 information concerning, persons applying for or receiving the assistance directly or
31 indirectly derived from the records, papers, files, or communications of the department

or subdivisions or agencies of the department, or acquired in the course of the performance of official duties.

* **Sec. 24.** AS 47.05.085(a) is amended to read:

(a) The commissioner or the commissioner's designee at the director level may issue subpoenas to compel the production of books, papers, correspondence, memoranda, and other records considered necessary as evidence in connection with an investigation under or the administration of AS 47.07 (medical assistance), AS 47.08 (assistance for catastrophic illnesses and acute or chronic medical conditions), AS 47.25 (day [CHILD] care assistance, child care grants, general relief, adult public assistance, and food stamps), and AS 47.27 (Alaska temporary assistance program).

* **Sec. 25.** AS 47.05.085(a), as amended by sec. 24 of this Act, is amended to read:

(a) The commissioner or the commissioner's designee at the director level may issue subpoenas to compel the production of books, papers, correspondence, memoranda, and other records considered necessary as evidence in connection with an investigation under or the administration of AS 47.07 (medical assistance), AS 47.08 (assistance for catastrophic illnesses and acute or chronic medical conditions), AS 47.25 (child [DAY] care assistance, child care grants, general relief, adult public assistance, and food stamps), and AS 47.27 (Alaska temporary assistance program).

* **Sec. 26.** AS 47.25.001(a) is amended to read:

(a) The department shall

(1) implement and administer a program to assist in providing day [CHILD] care for the children of low and moderate income families according to the requirements of AS 47.25.001 - 47.25.095;

(2) establish standards of eligibility for day [CHILD] care benefits [; THE STANDARDS MUST PROVIDE THAT THE MAXIMUM MONTHLY HOUSEHOLD INCOME FOR A FAMILY TO BE ELIGIBLE FOR THE PROGRAM IS 105 PERCENT OF THE MEDIAN MONTHLY HOUSEHOLD INCOME IN THE STATE, ADJUSTED FOR FAMILY SIZE, UNLESS THE FAMILY IS OTHERWISE EXEMPT FROM INCOME ELIGIBILITY REQUIREMENTS];

(3) contract for the care of children of eligible families;

(4) establish procedures to periodically review the needs of families receiving day [CHILD] care benefits;

(5) provide notification to the local government body of the request for a contract with a day [CHILD] care facility;

(6) establish an electronic application for assistance and allow an applicant to submit an application in electronic format or in other formats required by state and federal law; the electronic application must inform an applicant that a false statement made on the application will be investigated and is punishable under AS 11.56.210 [;

(7) ESTABLISH A PROGRAM TO PARTNER WITH PRIVATE SECTOR ENTITIES TO CREATE INCENTIVES FOR EMPLOYERS TO DEVELOP ON-SITE OR NEAR-SITE CHILD CARE].

* **Sec. 27.** AS 47.25.001(a), as amended by sec. 26 of this Act, is amended to read:

(a) The department shall

(1) implement and administer a program to assist in providing child [DAY] care for the children of low and moderate income families according to the requirements of AS 47.25.001 - 47.25.095;

(2) establish standards of eligibility for child [DAY] care benefits;

(3) contract for the care of children of eligible families;

(4) establish procedures to periodically review the needs of families receiving child [DAY] care benefits;

(5) provide notification to the local government body of the request for a contract with a child [DAY] care facility;

(6) establish an electronic application for assistance and allow an applicant to submit an application in electronic format or in other formats required by state and federal law; the electronic application must inform an applicant that a false statement made on the application will be investigated and is punishable under AS 11.56.210.

* **Sec. 28.** AS 47.25.011 is amended to read:

Sec. 47.25.011. Administrative costs of program contractors. To defray administrative expenses, a contractor under AS 47.25.001(b) may only retain \$1,000

1 or 12 percent, whichever is greater, of the day [CHILD] care assistance program funds
 2 it receives from the department under the contract.

3 * **Sec. 29.** AS 47.25.011, as amended by sec. 28 of this Act, is amended to read:

4 **Sec. 47.25.011. Administrative costs of program contractors.** To defray
 5 administrative expenses, a contractor under AS 47.25.001(b) may only retain \$1,000
 6 or 12 percent, whichever is greater, of the child [DAY] care assistance program funds
 7 it receives from the department under the contract.

8 * **Sec. 30.** AS 47.25.021 is amended to read:

9 **Sec. 47.25.021. Conditions of receipt of benefits.** Benefits may be paid for
 10 the care of children of a low or moderate income family only if a parent or guardian,
 11 because of the day [CHILD] care, is freed to work or to seek work or to attend school.
 12 Benefits may not be paid for the care of children of a family where one parent or
 13 guardian is not working, actively seeking work, or attending school and is physically
 14 and mentally capable of caring for the children

15 * **Sec. 31.** AS 47.25.021, as amended by sec. 30 of this Act, is amended to read:

16 **Sec. 47.25.021. Conditions of receipt of benefits.** Benefits may be paid for
 17 the care of children of a low or moderate income family only if a parent or guardian,
 18 because of the child [DAY] care, is freed to work or to seek work or to attend school.
 19 Benefits may not be paid for the care of children of a family where one parent or
 20 guardian is not working, actively seeking work, or attending school and is physically
 21 and mentally capable of caring for the children

22 * **Sec. 32.** AS 47.25.031 is amended to read:

23 **Sec. 47.25.031. Eligibility of families for benefits.** The department shall
 24 determine the eligibility of families for day [CHILD] care benefits on the basis of the
 25 following factors:

- 26 (1) income of the family including salary, alimony, child support,
 27 retirement benefits, social security, and any other source of income;
- 28 (2) number of children in the family;
- 29 (3) whether there is one parent or guardian solely responsible for the
 30 care of the family.

31 * **Sec. 33.** AS 47.25.031, as amended by sec. 32 of this Act, is amended to read:

1 **Sec. 47.25.031. Eligibility of families for benefits.** The department shall
 2 determine the eligibility of families for child [DAY] care benefits on the basis of the
 3 following factors:

4 (1) income of the family including salary, alimony, child support,
 5 retirement benefits, social security, and any other source of income, unless the family
 6 is otherwise exempt from income eligibility requirements;

7 (2) number of children in the family;

8 (3) whether there is one parent or guardian solely responsible for the
 9 care of the family.

10 * **Sec. 34.** AS 47.25.041 is amended to read:

11 **Sec. 47.25.041. Contributions by parent or guardian.** The department shall
 12 develop a sliding fee scale based on the factors listed in AS 47.25.031 for purposes of
 13 determining the amount to be contributed by the parent or guardian for child care [;
 14 THE AMOUNT MAY NOT EXCEED SEVEN PERCENT OF THE FAMILY
 15 MONTHLY INCOME]. The contribution of the parent or guardian shall be paid to the
 16 day [CHILD] care facility.

17 * **Sec. 35.** AS 47.25.041, as amended by sec. 34 of this Act, is amended to read:

18 **Sec. 47.25.041. Contributions by parent or guardian.** The department shall
 19 develop a sliding fee scale based on the factors listed in AS 47.25.031 for purposes of
 20 determining the amount to be contributed by the parent or guardian for child care. The
 21 contribution of the parent or guardian shall be paid to the child [DAY] care facility.

22 * **Sec. 36.** AS 47.25.051 is amended to read:

23 **Sec. 47.25.051. Placement; payment by state.** (a) Parents or guardians shall
 24 select the day [CHILD] care facility for the care of their children.

25 (b) Benefits shall be paid by the department directly to the municipality or
 26 organization contracting with the day [CHILD] care facility.

27 (c) The department shall use a market rate study or a cost of care study to
 28 establish a subsidy rate for each region served by the program established under
 29 AS 47.25.001. The department shall use the subsidy rate to determine the amount of
 30 benefits payable by the department under (b) of this section.

31 * **Sec. 37.** AS 47.25.051, as amended by sec. 36 of this Act, is amended to read:

1 **Sec. 47.25.051. Placement; payment by state.** (a) Parents or guardians shall
2 select the child [DAY] care facility for the care of their children.

3 (b) Benefits shall be paid by the department directly to the municipality or
4 organization contracting with the child [DAY] care facility.

5 (c) The department shall use a market rate study or a cost of care study to
6 establish a subsidy rate for each region served by the program established under
7 AS 47.25.001. The department shall use the subsidy rate to determine the amount of
8 benefits payable by the department under (b) of this section.

9 * **Sec. 38.** AS 47.25.051 is amended by adding a new subsection to read:

10 (d) The department shall use a market rate study or a cost of care study, or
11 both, to establish a subsidy rate for each region served by the program established
12 under AS 47.25.001. The department shall use the subsidy rate to determine the
13 amount of benefits payable by the department under (b) of this section.

14 * **Sec. 39.** AS 47.25.071(b) is amended to read:

15 (b) To qualify for a grant under (a) or (d) of this section, the child care facility
16 must

17 (1) be currently licensed under AS 47.32 and applicable municipal
18 licensing requirements;

19 (2) participate in the day [CHILD] care assistance program under
20 AS 47.25.001 - 47.25.095; and

21 (3) provide care under a payment system as provided in (g) of this
22 section [; AND

23 (4) BE DESIGNATED AS A QUALITY CHILD CARE FACILITY
24 BY THE DEPARTMENT].

25 * **Sec. 40.** AS 47.25.071(b), as amended by sec. 39 of this Act, is amended to read:

26 (b) To qualify for a grant under (a) or (d) of this section, the child care facility
27 must

28 (1) be currently licensed under AS 47.32 and applicable municipal
29 licensing requirements;

30 (2) participate in the child [DAY] care assistance program under
31 AS 47.25.001 - 47.25.095;

(3) provide care under a payment system as provided in (g) of this section.

* **Sec. 41.** AS 47.25.071(g) is amended to read:

(g) **Each** [A] child care facility receiving a grant under (a) or (d) of this section shall

[(1)] assure that at least 15 percent or one of its child care spaces receiving subsidy under this section, whichever is greater, will be made available, if requested, to children eligible for **day** [CHILD] care assistance under AS 47.25.001 - 47.25.095, whose parents or guardians wish to pay for care based on attendance only [;

(2) GIVE PRIORITY TO CHILDREN FROM LOW-INCOME FAMILIES WHEN FILLING AVAILABLE CHILD CARE SPACES IN THE FACILITY].

* **Sec. 42.** AS 47.25.071(g), as amended by sec. 41 of this Act, is amended to read:

(g) **When filling available child care spaces in the facility, a** [EACH] child care facility receiving a grant under (a) or (d) of this section shall **give priority to children participating in child** [ASSURE THAT AT LEAST 15 PERCENT OR ONE OF ITS CHILD CARE SPACES RECEIVING SUBSIDY UNDER THIS SECTION, WHICHEVER IS GREATER, WILL BE MADE AVAILABLE, IF REQUESTED, TO CHILDREN ELIGIBLE FOR DAY] care assistance under AS 47.25.001 - 47.25.095 [, WHOSE PARENTS OR GUARDIANS WISH TO PAY FOR CARE BASED ON ATTENDANCE ONLY].

* **Sec. 43.** AS 47.25.071(h) is amended to read:

(h) The department shall, in consultation with **interested child care providers** [A CHILD CARE RESOURCE AND REFERRAL AGENCY IN THE STATE] and parents, adopt regulations to carry out the purposes of this section [, INCLUDING CRITERIA USED TO DESIGNATE A CHILD CARE FACILITY AS A QUALITY CHILD CARE FACILITY UNDER (b)(4) OF THIS SECTION].

* **Sec. 44.** AS 47.25.071(h), as amended by sec. 43 of this Act, is amended to read:

(h) The department shall, in consultation with **a child care resource and referral agency in the state** [INTERESTED CHILD CARE PROVIDERS] and parents, adopt regulations to carry out the purposes of this section.

1 * **Sec. 45.** AS 47.25.071 is amended by adding new subsections to read:

2 (k) In addition to the grants provided in (a) and (d) of this section, the
3 department may, subject to appropriations for that purpose, provide grants to the
4 highest performing and highest quality child care facilities in the state. The department
5 may use quality recognition and improvement system metrics to determine the highest
6 performing and highest quality child care facilities in the state. To receive a grant
7 under this subsection, the child care facility must be currently licensed under AS 47.32
8 and applicable municipal licensing requirements.

9 (l) A child care facility receiving a grant under (a) or (d) of this section may
10 not deny a child acceptance to the facility based on disability or socioeconomic status.

11 * **Sec. 46.** AS 47.25.095(2) is amended to read:

12 (2) "child care facility" means an establishment licensed as a child care
13 facility under AS 47.32, including day care centers, family day care homes, and
14 schools for preschool age children, that provides care for children not related by
15 blood, marriage, or legal adoption to the owner, operator, or manager of the facility
16 [OR AN ESTABLISHMENT RECOGNIZED BY THE FEDERAL GOVERNMENT
17 FOR THE CARE OF CHILDREN];

18 * **Sec. 47.** AS 47.25.095(2), as amended by sec. 46 of this Act, is amended to read:

19 (2) "child care facility" means an establishment licensed as a child care
20 facility under AS 47.32 [, INCLUDING DAY CARE CENTERS, FAMILY DAY
21 CARE HOMES, AND SCHOOLS FOR PRESCHOOL AGE CHILDREN,] that
22 provides care for children not related by blood, marriage, or legal adoption to the
23 owner, operator, or manager of the facility or an establishment recognized by the
24 federal government for the care of children;

25 * **Sec. 48.** AS 47.25.095(3) is amended to read:

26 (3) "day [CHILD] care" means the care, supervision, and guidance of
27 a child or children unaccompanied by a parent or legal guardian on a regular basis for
28 periods of less than 24 hours a day;

29 * **Sec. 49.** AS 47.25.095(3), as amended by sec. 48 of this Act, is amended to read:

30 (3) "child [DAY] care" means the care, supervision, and guidance of a
31 child or children unaccompanied by a parent or legal guardian on a regular basis for

1 periods of less than 24 hours a day;

2 * **Sec. 50.** AS 47.25.051(c), 47.25.071(i), 47.25.071(j), and 47.25.095(4) are repealed.

3 * **Sec. 51.** The uncodified law of the State of Alaska is amended by adding a new section to
4 read:

5 CHILD CARE AND DEVELOPMENT FUND PLAN FEDERAL APPROVAL. To
6 the extent necessary to implement sec. 38 of this Act, the Department of Health shall amend
7 and submit for federal approval the state plan for the state's child care assistance program
8 under the federal child care and development fund program, consistent with AS 47.25.051, as
9 amended by sec. 38 of this Act.

10 * **Sec. 52.** The uncodified law of the State of Alaska is amended by adding a new section to
11 read:

12 CONDITIONAL EFFECT; NOTIFICATION. (a) Section 38 of this Act takes effect
13 only if, on or before January 1, 2027, the United States Department of Health and Human
14 Services

15 (1) approves the amendment to the state plan for the child care assistance
16 program under the federal child care and development fund program, consistent with
17 AS 47.25.051, as amended by sec. 38 of this Act; or

18 (2) determines that approval of the amendment to the state plan for the child
19 care assistance program is not necessary.

20 (b) The commissioner of health shall notify the revisor of statutes in writing within 30
21 days after the United States Department of Health and Human Services approves the
22 amendment to the state plan or determines that approval is not necessary under (a)(1) or (2) of
23 this section.

24 * **Sec. 53.** If sec. 38 of this Act takes effect, it takes effect on the day after the date the
25 United States Department of Health and Human Services approves the corresponding
26 amendment to the state plan or determines that approval is not necessary.

27 * **Sec. 54.** Except as provided in sec. 53 of this Act, this Act takes effect immediately under
28 AS 01.10.070(c).