

Revenue

Applicable Program

Tire Fee

Indirect Expenditure Name

Timely filing credit

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

Sellers that remit the fees collected to the department within 30 days after the last day of the preceding calendar quarter may retain five percent of the amount collected, not to exceed \$900 a quarter.

(2) Authorizing Statute Regulation or Other Authority

AS 43.98.025 (d)

(3) Year Enacted

2003

(4) Sunset or Repeal Date

None

(5) Legislative Intent

The discount was intended to encourage timely remittance of taxes and to cover the cost of collecting the fee and filing the return.

(6) Public Purpose

To encourage timely filing of tax returns.

(7) Estimated Revenue Impact

FY 2009 - \$77,712

FY 2010 - \$75,845

FY 2011 - \$74,985

FY 2012 - \$71,427

FY 2013 - \$65,684

(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**

\$65,684

(2) Estimate of Annual Benefit to Recipients

Indeterminate

(3) Legislative Intent Met?

Yes

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

Recommend Termination. Instead of a break for timely filing, recommend a penalty for late filing. Other state tax payers do not receive a discount for timely tax filing.