

INDIRECT EXPENDITURE REPORT SUMMARY

Page	Department	Expenditure Name	Statutory, AAC	Annual Revenue Forgone	Comment
p.3	Commerce	Banking – Small Loan company extension – One Business	06.20.030	\$50.00	Recommend Termination, obsolete and ineffective
p.4	Commerce	Securities – Discount for securities registrants and notice filers	3 AAC 08.92-(3),(4) & (5); 45.55.110; 45.55.139; 45.55.950; 45.55.980	\$285,500	Modify – two-year filing option to reduce administrative burden
p.5	Commerce	Bulk Fuel Loan Program – Interest reduction	AS 42.45.280, AAC 3 161.045	\$21,000	No Recommendation – Recent Activity
p. 7	Commerce	Assessor – Senior Citizen, Disabled Veteran Tax Exemption	AS 29.45.030 (e)-(g)	\$1,897 per applicant (loss revenue to municipalities)	Reconsideration – Appears as an unfunded mandate to municipalities established 40 years ago. State funds have not appropriated since 1997 to reimburse municipalities.
p.9	Commerce	Assessor – Property Tax Equivalency Payment	29.45.040	\$0	Termination – not funded since 2000, so there are no beneficiaries
p.11	Commerce	Business Licensing – Discount for Senior citizens	43.70.030(a)(1-2); 12 AAC 12.010(a)(1-2)	\$62,000	Reconsideration – value of exemption may be insignificant to beneficiaries and may not justify administrative burden
p. 13 – 15	Commerce	Corporations; (1) Discounts for AK Corporations, (2) LLCs, (3) LLPs on biennial report	(1) AS 10.06.845(a); (2) 3 AAC 16.065; AS 10.50.850; AS 10.50.900; (3) 3 AAC 16.055(c); AS 32.05.750; AS 32.06.970	(1) \$ 692,200 (2) \$1,163,300 (3) \$2,000	Reconsideration – Legislature may want to review the entire corporate fee structure for effectiveness and determine whether Alaska’s fee structure is competitive with other states
p.16 – 18	Commerce	Corporations; (1) Discounts for Alaskan Corporations, (2) LLCs, (3) LLPs on creation	(1) AS 10.06.845(a); (2) 3 AAC 16.065; AS 10.50.850; AS 10.50.900; (3) 3AAC 16.055(c); AS 32.05.750; AS 32.06.970	(1) \$50,800 (2) \$392,200 (3) \$1,000	Reconsideration - Legislature may want to review the entire corporate fee structure for effectiveness and determine whether Alaska’s fee structure is competitive with other states

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p. 19	Commerce	Professional Licensing: Pro rate renewal license	AS 08.01.065, AS 08.01.080, AS 08.01.100, AAC 12 02.030,	Unknown	Recommend removal as an Indirect Expenditure
p.20	Commerce	Professional Licensing: Big Game Commercial Services Board – Discount for Alaskan Guides	AS 08.54.770	\$340,000 if fees were the same as non-residents	Reconsideration – Many professional licensing programs are not adhering to AS 08.01.065, which requires fees collected be set at the cost of regulating the occupation. FY14 carryforward deficit of \$839,480. Discount should be set with AS 08.01.065 in mind, also that legislature does not directly set fees.
p.22	Commerce	Professional Licensing Collection Agency– Discount for residence license-holders	AS 08.24.370	\$5,000 if same fee for nonresidents	Reconsideration – Discount is small relative to business operating costs. Consider AS 08.01.065 with any change to discount
p.24	Commerce	Commercial Fishing Revolving Loan Fund – Pay on Time Program	3 AAC 80.055(p); AS 16.10.310	\$386,451	Reconsideration, but eliminating the discount may be the only way to determine if working. Fee for late payment
p. 25	Commerce	Insurance – Premium Deductions	AS 21.09.210(b)	\$976,932	Recommend removal as an Indirect Expenditure
p.27	Commerce	Insurance: all programs – Deduction on claims paid	AS 21.09.021(b)(2)	\$9,393,147	Alaska’s tax structure was put together 50 years ago. May want to compare how other states tax medical services insurers
p. 29	Commerce	Insurance: all programs, Wet Marine and Transportation tax	AS 21.09.210(d)	\$146,024	Reconsideration – Review and compare to other states. May be obsolete since established 50-years ago.
p.31-36	Commerce	Insurance: all programs, Lower tax rate	AS 21.09.210(m)	\$0	Cont. program, may want to reconsider tax rate. Higher rate might increase revenue
p.37	Commerce	Insurance: all programs, Alaska Fire Standards Council Tax Credit	AS 21.96.075	\$0	Reconsideration- terminate if ineffective
p.39	Commerce	Surplus Lines Tax	AS 21.34.180	\$137,786	Not really an indirect expenditure, however, may want to review and compare how other states tax insurance companies
p. 40	Commerce	Surplus Lines Tax – Tax Exemptions	AS 21.34.180(i)	\$761,745	Recommend continue – concept is sound
p. 42	Commerce	Insurance: all programs, ACHIA Tax Credit	AS 21.55.022(f)	\$6,000,116	May want to reconsider the size of the tax credit, last reviewed 2012.

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p. 44	Commerce	Insurance – Education Tax Credit	AS 21.96.070	\$250,000	No Recommendation – Recent Activity
p. 47	F&G	Commercial Fisheries Entry Commission – Nonresident fee differential	AS 16.43.160, AAC 20 05.245(a)(7)		Recommend removal as an Indirect Expenditure
p. 48	F&G	Commercial Fisheries Entry Commission, Reduced permit fees (low Income)	20 AAC 05.245(c) – (e) AS 16.43.160(d)	\$17,921	Review re: 1975 enactment date. Legislature may want to review all Commercial Fisheries Entry Commission (CFEC) fees. Annual revenue collection exceeds CFEC operational budget.
p. 49	F&G	Commercial Fisheries Entry Commission – Permit fee waived (fishery closures)	AS 16.43.100, AS 16.43.110, AS 16.43.220, AAC 20 05.425	\$88,501	No direct recommendation – recommendation on all CFEC fees but currently revenue collected exceeds the annual CFEC operating budget
p. 50 - 52	F&G	Commercial Fisheries Entry Commission, (1) Reduced application fee for low income nonresidents; (2) Reduced permit fees (low Income); (3) Permit fees waived (fishery closures)	20 AAC 05.250(b) AS 16.43.100 AS 16.43.110; 20 AAC 05.425(e)(1) AS 16.43.100 As 16.43.110 AS 16.43.220; 20 AAC 05.1910(h) AS 16.43.100 AS 16.43.110	\$0 \$160 \$75	(1), (2), & (3) Termination based on low usage and small benefit.
p. 53 - 69	F&G	Sports Fishing, Hunting and trapping license, (1) Resident Senior, (2) Low income (3) Blind sports Fish, (4) Disabled Veterans, (5)Yukon Sports Fish, (6) Yukon King Stamp, (7) Res Military ANG/Reserves, (8) Non res Military Fish, (9) Non res Military Hunt, (10) Non res Military Hunt/Fish, (11) NR Military King Stamp, (12) NR Military Bear Tag, (13) NR Military Goat Tag, (14) NR Military Sheep Tag, (15) Complimentary fishing & hunting licenses	(1) AS 16.05.400 (2) AS 16.05.340 (3) AS 16.05.340 (4) AS 16.05.341 (4) AS 16.05.340 (5) AS 16.05.340 (6) AS 16.05.340 (7) AS 16.05.341 (8) AS 16.05.340 (9) AS 16.05.340 (10) AS 16.05.340 (11) AS 16.05.340 (12) AS 16.05.340	(1) unknown but less than \$6 mm estimated by department (2) \$160 (3) \$1,991 (4)\$348,138 (5) \$139,440 (6) \$64,890 (7) \$75,936 (8) \$618,431 (9) \$42,090 (10) \$287,560	Recommend review of all F&G license fees. F&G funds are insufficient to cover the Department of F&G’s annual operating and capital costs, requiring UGF to support programs. 1993 was the last time fishing and hunting fees were increased.

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			(13) AS 16.05.340 (14) AS 16.05.340 (15) AS 16.05.335	(11) \$118,400 (12) \$14,250 (13) \$300 (14) \$1,700 (15) \$7,855	
p. 73	HSS	Alaska Pioneer Homes – Payment Assistance Program	AS 47.55.010, AS 47.55.020, AS 47.55.030, AAC 7 74.045	\$6,318,976	Recommend continue – narrow focus recommendation on expenditure
p. 75	HSS	SHARP II	AS 18.29, AAC 7 24	\$603,000	No Recommendation – Recent Activity
p.76	HSS	Public Health Nursing, Reasonable fees, collection, non-denial of services	7 AAC 80.010-060 AS 44.29.022	\$1,300,000	Reconsideration. Although this is an established program, the legislature last addressed this program in 1986. Perhaps require that insurance is billed, if available.
p. 78	HSS	Vital Stats – Death Certs Fees	AS 18.50.320	\$40,900	No Recommendation – Recent Activity
p. 79	HSS	Women, Children, & Family Health Pediatric Specialty Clinics – fees for service	AS 37.10.050(c)		Recommend Continue
p. 81	HSS	Vaccine – fees for vaccines	CH 24 SLA 2012, AS 18.09	\$4,496,000	No Recommendation – Recent Activity
p. 85	DOL	Workers’ Compensation, Workers’ Comp Uninsured Penalties	AS 23.30.080(f) 8 AAC 45.176	\$503,000	Reconsideration. Affected by lawsuit. The revenue from these civil penalties partially funds the Workers’ Compensation Benefits Guaranty Fund (AS 23.30.082), which covers expenses for injured employees of uninsured employers.
p. 87	DOL	Workers’ Compensation – Workers’ Compensation Appeals Fees	AS 23.30.128, AAC 8 57.090	\$2,400	Recommend continuation
p. 88	DOL	Workers’ Compensation – Workers; Compensation Late Filing Penalties	AS 23.30.155(c) and (m) 8 AAC 45.136	\$117,100	Reconsideration – the program was last modified more than 15 years ago. According to the Department, the way the program works is that more penalties are waived in years where most filers are timely. This was true in both FY10 and FY13, when the percentage of filings that were late were 2.6%

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					and 2.0% respectively. In FY11 and FY12, the percentage of late filings were higher (7.3% and 5.8%, respectively); so fewer filers met the threshold to have their penalties forgiven.
p. 90	DOL	Alaska Vocational Technical Center, AVTEC Tuition Waiver	AS 44.31.020	\$13,200	Reconsideration – The program was established 15 years ago. Not all the waivers have been used each year for two reasons (1) not all seven districts represented by the Alaska School Counseling Association (AKSCA) identify students for the tuition waivers, and (2) the students identified do not necessarily attend AVTEC.
p.92	DOL	Occupational Safety and Health, Penalty reduction for late reporting	AS 18.60.095 8 AAC 61.155	\$54,300	Reconsideration. In theory, this approach allows quicker resolution and faster hazard abatement
p. 97	Revenue	Oil & Gas production Tax, State Royalty – Exploration	AS 38.05.180(i)	\$0	Termination – Credit appears obsolete and ineffective given that it has not been used in over a decade. Alternative Credit for exploration (AS 43.55.025(a)(1-4)) appears to be a more attractive.
p. 98	Revenue	Oil & Gas Production Tax, Qualified Capital Expenditure Credit	AS 43.55.023(a)	\$772 million	No recommendation - SB21 put a sunset provision on this credit for the North Slope. In another attempt to incentivize new production, two new credits were created, the 20% Gross Value Reduction (GVR) credit, and a per barrel sliding scale credit for new production.
p. 100	Revenue	Oil & Gas Production Tax, Well Lease Expenditure Credit	AS 43.55.023(l)	\$ unknown	Credit should be reviewed in executive session due to confidential information
p. 101	Revenue	Oil & Gas Production Tax, State Royalty – Carried Forward Annual Loss Credit	AS 43.55.023 (b)	Unknown	No Recommendation – Recent Activity
p. 103	Revenue	Oil & Gas Production Tax – New Area Development Credit	AS 43.55.024 (a)	\$0	Recommend no action – Credit will sunset 12/31/2015
p. 104	Revenue	Oil & Gas Production Tax, Small Producer Credit	AS 43.55.024(c)	\$58 million	Review of costs and benefits. While the credit appears to have been successful in bringing in

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					“small” producers, the cost may outweigh the benefit to the state. These small producers may in fact be large multi-national corporations with limited production in Alaska.
p. 106	Revenue	Oil & Gas Production Tax – Alternative Credit for Exploration	AS 43.55.025 (a)(1-4)	\$8 million	No Recommendation – Recent Activity
p. 107	Revenue	Oil & Gas Production Tax – Transitional Investment Expenditure Credit	AS 43.55.023 (i)	Indeterminate	Recommend no action – Credit sunset on 12/31/13
p. 108	Revenue	Oil & Gas Production Tax – Cook Inlet Jack-up Rig Credit	AS 43.55.025 (a)(5)	\$0	Recommend continue – Credit will sunset in 2016
p. 109	Revenue	Oil & Gas Production Tax – Frontier Basin Credit	AS 43.55.025 (a) (6-7)	\$0	No Recommendation – Recent Activity, credit will sunset in 2016
p.110	Revenue	Oil & Gas Production Tax – Per Barrel Credit Non GVR eligible production	AS 43.55.024 (j)	Unknown	No Recommendation – Recent Activity
p. 112	Revenue	Oil & Gas Production Tax – Per Barrel Credit GVR eligible production	AS 43.55.024 (i)	Unknown	No Recommendation – Recent Activity
p. 113	Revenue	Property Tax – Exclusion from tax value of drilling and exploration expenses	AS 43.56.060 (f)	Indeterminate	Recommend Continue
p.114	Revenue	Corporate Income Tax – Oil & Gas Service Industry Expenditures Credit	AS 43.20.049	\$0	No Recommendation – Recent Activity
p.115	Revenue	Corporate Income Tax – Gas exploration & Development Credit	AS 43.20.043	Indeterminate	No Recommendation due to lack of information provided since it confidential
p.116	Revenue	Corporate Income Tax – In-state Refinery Tax Credit	AS 43.20.053	\$0	No Recommendation – Recent Activity
p. 117	Revenue	Corporation Income Tax, Foreign Royalty Exclusion	AS 43.20.145(b)	\$ unknown	Termination – Provision does not appear to be closely related to the legislative intent, and could be seen as a loophole because it allows taxpayers to reduce liability by shifting assets to offshore subsidiaries. Minnesota recently repealed a similar provision and significantly increased corporate income tax revenue.
p. 118	Revenue	Corporate Income Tax, Utilities Exempted from Water’s Edge Combination Reporting	AS 43.19.010, Art. IV, Section 2	\$ unknown	Recommend Termination. Provision does not appear to be closely related to the legislative intent, and could be seen as a loophole

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					because it allows taxpayers to reduce liability by shifting costs between subsidiaries.
p. 119	Revenue	Corporate Income Tax – Small Business Exemption	AS 43.20.012	Unknown	No Recommendation – Recent Activity
p. 120	Revenue	Corporate Income Tax – Exclude income from certain vessels	AS 43.20.021 (h)	Unknown	Recommend Continue
p. 121	Revenue	Corporate Income Tax, Exempt corporations from tax that are participants in contract under Stranded Gas Act.	AS 43.20.145 (g)	\$ none	Termination because the SGDA is unlikely to be used in the future, rendering the exemption obsolete.
p. 122	Revenue	Corporation Income Tax, “S” Corporation exclusion	AS 43.20.021	\$ unknown – approximately 7,500 beneficiaries	Termination, “S” corporations are exempt from the federal corporate income tax because income from these corporations is taxed under the personal income tax. Without a state personal income tax, these corporations receive the legal benefits of incorporation without any state tax liability. The only other state with a corporate income tax and no personal income tax, Florida, does tax “S” corporations.
p. 124	Revenue	Corporate Income Tax, Reduced tax rate on capital gains.	AS 43.20.021(c)	\$ unknown	Termination – This provision was adopted for conformity with federal corporate income tax, which at the time had a lower rate for capital gains than other income. The federal tax code no longer treats capital gains differently from other income, so this provision is no longer necessary for conformity (it actually puts Alaska out of conformity).
p. 126	Revenue	Corporate Income Tax, Federal Tax Credits	AS 43.20.021	\$ unknown	Termination – This rationale for this provision is conformity with the federal tax code, but this conformity is not necessary for efficient administration of the corporate income tax. No other state adopted all federal tax credits by reference into its own tax code. Doing so results in the state of Alaska giving tax credits

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					for activity both within and outside of the state of Alaska, for purposes determined by the federal government rather than the state.
p. 128	Revenue	Corporate Income Tax, Gas storage Facility Credit	AS 43.20.046	\$ unknown, 4 recipients	Sunset 12/31/2015 should be reviewed in the 2015 session
p. 129	Revenue	Corporate Income Tax – LNG Storage Facility Credit	AS 43.20.047	\$0	No Recommendation – Recent Activity
p. 130	Revenue	Corporate Income Tax – Veterans Tax Credit	AS 43.20.048	\$0	No Recommendation – Recent Activity
p. 131	Revenue	Multiple Tax Programs – Film Production Credit	AS 43.98.030, AS 44.25.100-190	\$6,011,541	No Recommendation – Recent Activity
p. 133	Revenue	Multiple Tax Programs – Education Credit	AS 21.20.014, AS 43.20.014, AS 43.55.019, AS 43.56.018, AS 43.65.018, AS 43.75.018, AS 43.77.045	\$7,188,502	No Recommendation – Recent Activity
p. 134	Revenue	Corporate Income Tax, Mining License Tax, Mineral Production Royalty, Minerals Exploration Credit	AS 27.30.030 AS 43.20.044	\$5,975,341	Reconsideration of the mining licenses tax structure in its entirety. Credit was established 20 years ago and should be reexamined as to the effectiveness and benefits to the state and mining industry. This credit rewards the industry once production has started instead of directly reducing the cost of exploration. In contrast, oil and gas tax credits incentivize exploration by offsetting upfront costs.
p. 135	Revenue	Cigarette Tax – personal exemption from cigarette tax	AS 43.50.090 (d), AS 43.50.150 (c)	Indeterminate	Recommend Continue
p. 136	Revenue	Cigarette Tax – Uniformed Services Exemption	AS 43.50.090 (c)	Indeterminate	Recommend Continue
p. 137	Revenue	Cigarette Tax – Indian reservation Exemption	AS 43.50.090 AS 43.50.150	\$309,220	Recommend Continue

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p. 138	Revenue	Tobacco Products Tax – Personal exemption	AS 43.40.300	Indeterminate	Recommend Continue
p. 139	Revenue	Tobacco Products Tax – Uniformed services exemption	AS 43.40.310 (a)	Indeterminate	Recommend Continue
p. 140	Revenue	Tobacco Products Tax – Indian Reservation exemption	AS 43.40310 (b)	Indeterminate	Recommend Continue
p. 141	Revenue	Tobacco Products Tax, Commission	AS 43.50.330(b)	\$ 50,056	Termination – Other state tax payers do not receive a discount to cover the costs of filing taxes. Online tax filing provides an efficient and cost effective method – the rate reduction may be obsolete.
p. 142	Revenue	Cigarette Tax, Tax Stamp Discount	AS 43.50.540(c)	\$313,192	Termination – The costs of affixing stamps to packs of cigarettes should be considered a cost of selling cigarettes in Alaska.
p. 143	Revenue	Motor Fuel Tax, Timely filing discount	AS 43.40.010(c)	\$66,738	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 filing.
p. 144	Revenue	Motor Fuel Tax – Foreign Fuel exemption	AS 43.40.100 (2) (a)	\$4,162,190	Recommend Continue
p. 145	Revenue	Motor Fuel Tax – Foreign Flight Exemption	AS 43.40.100 (2)(b)	\$5,970,327	Recommend reconsideration – Some form of tax revenue may be justified to compensate for wear and tear on airport facilities.
p. 146 - 147	Revenue	Motor Fuel Tax – Stationary Plant & Nonprofit Power Association Exemption	AS 43.40.100 (2) (c-d)	\$455,894 \$2,490,056	Recommend continue – motor fuel tax are intended to be used on fuels used for motor travel
p. 148	Revenue	Motor Fuel Tax – Charitable Institution Exemption	AS 43.40.100(2)(e)	\$59,690	Recommend Continue
p. 149	Revenue	Motor Fuel Tax – Dealer Exemption	AS 43.40.100 (2) (f)	Indeterminate	Recommend Continue
p. 150	Revenue	Motor Fuel Tax – Government Exemption	AS 43.40.100 (2)(g)	Indeterminate	Recommend Continue
p. 151 - 154	Revenue	Motor Fuel Tax – Stationary Power Plant exemption for home heating, heating fuel exemption, small generator exemption, Bunker fuel exemption	AS 43.40.100 (2)(h-l)	\$9,179,682	Recommend continue – motor fuel tax are intended to be used on fuels used for motor travel

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p. 155	Revenue	Motor Fuel Tax - Off-Highway Use reduced rate	AS 43.40.030 (a)	\$2,276,484	Recommend continue
p. 156	Revenue	Motor Fuel Tax, Reduced rate for Aviation gas	AS 43.40.010(a)(1)	\$330,876	Reconsideration of tax rates for all motor fuels. National average is 24 cents, Alaska is 8 cents or 4.7 cents for Aviation fuel. A tripling of the base motor fuel tax rate would not be unjustified given Alaska's immense size and commensurately high cost of maintenance and construction. Reduced rates for Av Gas, Jet Fuel and Marine Fuel could then be adjusted to a level deemed appropriate for those transportation models.
p. 157	Revenue	Motor Fuel Tax, Reduced rate for Marine Fuel	AS 43.40.010(a)(2)	\$3,384,044	Reconsideration of tax rates for all motor fuels. National average is 24 cents, Alaska is 8 cents or 5 cents per gallon for Marine fuel. A tripling of the base motor fuel tax rate would not be unjustified given Alaska's immense size and commensurately high cost of maintenance and construction. Reduced rates for Av Gas, Jet Fuel and Marine Fuel could then be adjusted to a level deemed appropriate for those transportation models.
p. 159	Revenue	Motor Fuel tax, Reduced Rate for Jet Fuel 3.2 cents per gal.	AS 43.40.010(a)(3)	\$6,206,054	Reconsideration of tax rates for all motor fuels. National average is 24 cents, Alaska is 8 cents or 3.2 cents for Jet fuel. A tripling of the base motor fuel tax rate would not be unjustified given Alaska's immense size and commensurately high cost of maintenance and construction. Reduced rates for Av Gas, Jet Fuel and Marine Fuel could then be adjusted to a level deemed appropriate for those transportation models.
p. 160	Revenue	Commercial Passenger Vessel Tax – Small Passenger Vessel Exemption	AS 43.52.295 (1)(a)	Indeterminate	Recommend continue

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p. 161	Revenue	Commercial Passenger Vessel Taxes, 72 Hour Threshold Voyage Exemption	AS 43.52.295(4)	\$ Indeterminate	Reconsideration – This exemption defines a voyage in Alaska. However, it has altered commercial passenger vessel behavior and created a loophole that reduces potential revenue to the state and municipalities.
p. 162	Revenue	Commercial Passenger Vessel Taxes, Tax Deduction for Local Levies	AS 43.35.255	\$13,559,558	Reconsideration – Allowing Juneau and Ketchikan to retain local tax proceeds and receive the \$5 port of call payment leaves the state with as little as \$4.50 per passenger to spread among other ports of call. If this “grandfathered” tax reduction is retained, Juneau’s and Ketchikan’s eligibility for port of call payments should be reconsidered. If the deduction is eliminated, Juneau and Ketchikan would be on the same basis as other communities – they would have to determine if the market will bear additional taxation.
p. 163	Revenue	Commercial Passenger Vessel Taxes, Large Passenger Vessel Gambling Tax Deduction	AS 43.35.210	\$ Indeterminate	Termination – Provision allows federal tax liability to be deducted from state taxes. Typically state taxes are deducted from federal taxes.
p. 164	Revenue	Tire Fee – Studded Tire Light studs exemption	AS 43.98.025 (b)	Indeterminate	Recommend continue
p. 165	Revenue	Tire Fee – Government Exemption	AS 43.98.025 (g)(1)	\$173,110	Recommend continue
p. 166	Revenue	Tire Fee – Resale exemption	AS 43.98.025 (g)(2)	Indeterminate	Recommend continue
p. 167	Revenue	Tire Fee, Timely filing Credit	AS 43.98.025(d)	\$65,684	Termination – Instead of a break for timely filing. Charge a penalty for late filing.
p. 168	Revenue	Vehicle Rental Tax, Reduced rate for RVs	AS 43.52.040	\$841,825	Reconsideration – Justification should be provided to support the need for a reduced rate in the RV market.
p. 169-171	Revenue	Vehicle Rental Tax – Taxicab, Moving truck, Warranty Work Exemptions	AS 43.52.030 AS 43.52.099 (2)(f-g)	Indeterminate	Recommend continue – tax intended for personal vehicle rentals
p. 172	Revenue	Vehicle Rental Tax – Motorcycle exemption	AS 43.52.099 (2)(h)	\$33,844	Recommend continue– Recent Activity

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p. 173	Revenue	Alcoholic Beverage Tax, Small Brewery Reduced rate	AS 43.60.010(c)	\$2,602,999 (39 beneficiaries)	Rate could be revisited - 35 cents per gallon vs. full rate of \$1.07 per gal.
p. 174	Revenue	Mining License Tax – Sand & Gravel exemption	AS 43.65.060(2)	Indeterminate	Recommend continue– Recent Activity
p. 175 – 177	Revenue	Mining License Tax, (1) Small Miner Exemption, (2) 3.5 year exemption, (3) Depletion Exemption	(1) 43.65.010(c) (2) 43.65.010(a) (3) 43.65.010 (e)	(1) \$33,815 (2) Indeterminate (3) Indeterminate	Recommend reconsideration of the mining license tax structure in its entirety. Established pre-statehood, the effectiveness of the tax and exemptions may be obsolete. Considering inflation, the \$40,000 threshold may no longer be the appropriate level.
p. 178	Revenue	Fisheries Resource Landing Tax – CDQ Credit	AS 43.77.040	\$490,371	Recommend Review – establish metric and reporting requirement to legislature. Sunset in 2020
p. 180	Revenue	Fisheries Business Tax, Fishery Resource Landing Tax – Winn Brindle Scholarship Contribution Credit	AS 43.75.032, AS 43.77.035	\$238,749	Action required – Sunsets on 12/31/16 29 th Legislature will have to act if credit is to continue
p. 181	Revenue	Fisheries Business Tax – Salmon & Herring Product Development Credit	AS 43.75.035	\$1,832,081	No recommend– Recent Activity
p. 182	Revenue	Fisheries Business Tax, Reduced rate for small fish processors	AS 43.75.015(d) AS 43.75.020(c)	\$72,503	Revisit the reduced rate to evaluate its effectiveness at supporting small processors. Metrics should be established and reported to the legislature to determine the effectiveness of this credit
p. 183 - 184	Revenue	Fisheries Business Tax, (1) Reduced Fisheries Business Tax rate or Developing fisheries, (2) Reduced Fishery Resource Landing Tax Rate or Developing Fisheries	(1) AS 43.75.015(b) (2) AS 43.77.010(1)	(1) \$102,010 (2) \$351,339	Reconsideration of the reduced rate to evaluate its effectiveness at developing new fisheries. Metrics should be established and reported to the legislature to determine the effectiveness of this credit.