30-LS0152\T Nauman 5/3/18

#### SENATE CS FOR CS FOR HOUSE BILL NO. 233(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTIETH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: Referred:

Sponsor(s): REPRESENTATIVES TUCK, Millett, Kawasaki, Grenn, Spohnholz, Drummond, Saddler, Kopp, Birch, Josephson

## A BILL

## FOR AN ACT ENTITLED

1 "An Act relating to the insurance tax education credit, the income tax education credit, 2 the oil or gas producer education credit, the property tax education credit, the mining 3 business education credit, the fisheries business education credit, and the fisheries 4 resource landing tax education credit; providing for an effective date by repealing the 5 effective dates of secs. 3, 5, 7, 10, 14, 16, 18, 21, 23, 25, 28, 30, 32, 35, 37, 39, 42, 44, 46, 49, 6 51, 53, and 55, ch. 92, SLA 2010, sec. 14, ch. 7, FSSLA 2011, secs. 15, 17, 19, 21, 23, and 7 25, ch. 74, SLA 2012, sec. 49, ch. 14, SLA 2014, secs. 37, 40, 43, and 46, ch. 15, SLA 2014, 8 and secs. 26 and 31, ch. 61, SLA 2014; providing for an effective date by amending the 9 effective date of secs. 1, 2, and 21, ch. 61, SLA 2014; and providing for an effective 10 date."

# **11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

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

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1	(a) A taxpayer is allowed a credit against the tax due under AS 21.09.210 or
2	AS 21.66.110 for [CASH] contributions of cash or equipment accepted
3	(1) for direct instruction, research, and educational support purposes,
4	including library and museum acquisitions, and contributions to endowment, by an
5	Alaska university foundation or by a nonprofit, public or private, Alaska two-year or
6	four-year college accredited by a <b>national or</b> regional accreditation association;
7	(2) for secondary school level vocational education courses, programs,
8	and facilities by a school district in the state;
9	(3) for vocational education courses, programs, and facilities by a
10	state-operated vocational technical education and training school;
11	(4) for a facility [OR AN ANNUAL INTERCOLLEGIATE SPORTS
12	TOURNAMENT] by a nonprofit, public or private, Alaska two-year or four-year
13	college accredited by a <b>national or</b> regional accreditation association;
14	(5) for Alaska Native cultural or heritage programs and educational
15	support, including mentoring and tutoring, provided by a nonprofit agency for public
16	school staff and for students who are in grades kindergarten through 12 in the state;
17	and
18	(6) for education, research, rehabilitation, and facilities by an
19	institution that is located in the state and that qualifies as a coastal ecosystem learning
20	center under the Coastal America Partnership established by the federal government.
21	* Sec. 2. AS 21.96.070(b) is amended to read:
22	(b) The amount of the credit is [AN AMOUNT EQUAL TO]
23	(1) 50 percent of contributions of not more than \$100,000;
24	(2) $\underline{75}$ [100] percent of the next \$200,000 of contributions; and
25	(3) 50 percent of the amount of contributions that exceed \$300,000.
26	* Sec. 3. AS 21.96.070(b), as amended by sec. 2 of this Act, is amended to read:
27	(b) The amount of the credit is
28	[(1)] 50 percent of contributions [OF NOT MORE THAN \$100,000;
29	(2) 75 PERCENT OF THE NEXT \$200,000 OF CONTRIBUTIONS;
30	AND
31	(3) 50 PERCENT OF THE AMOUNT OF CONTRIBUTIONS THAT

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1 EXCEED \$300,000]. 2 \* Sec. 4. AS 21.96.070(d) is amended to read: 3 (d) A contribution claimed as a credit under this section may not (1) be the basis for a credit claimed under another [MORE THAN 4 5 ONE] provision of this title; and (2) when combined with contributions that are the basis for credits 6 7 taken during the taxpayer's tax year under AS 21.96.075, AS 43.20.014, 8 AS 43.55.019, AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in 9 the total amount of credits exceeding \$1,000,000 [\$5,000,000]; if the taxpayer is a 10 member of an affiliated group, then the total amount of credits may not exceed 11 **<u>\$1,000,000</u>** [\$5,000,000] for the affiliated group; in this paragraph, "affiliated group" has the meaning given in AS 43.20.145. 12 \* Sec. 5. AS 21.96.070 is amended by adding a new subsection to read: 13 (g) To qualify for a credit under this section, equipment must be appraised 14 15 consistent with regulations adopted by the Department of Revenue to determine the 16 value of the contribution for purposes of this section. 17 \* Sec. 6. AS 43.20.014(a) is amended to read: 18 (a) A taxpayer is allowed a credit against the tax due under this chapter for 19 [CASH] contributions of cash or equipment accepted for 20 direct instruction, research, and educational support purposes, (1)21 including library and museum acquisitions, and contributions to endowment, by an 22 Alaska university foundation, by a nonprofit, public or private, Alaska two-year or 23 four-year college accredited by a **national or** regional accreditation association, or by 24 a public or private nonprofit elementary or secondary school in the state; 25 (2) secondary school level vocational education courses, programs, and 26 facilities by a school district in the state; 27 (3) vocational education courses, programs, equipment, and facilities 28 by a state-operated vocational technical education and training school, a nonprofit 29 regional training center recognized by the Department of Labor and Workforce 30 Development, and an apprenticeship program in the state that is registered with the 31 United States Department of Labor under 29 U.S.C. 50 - 50b (National Apprenticeship

Act);

1 2 (4) a facility by a nonprofit, public or private, Alaska two-year or fouryear college accredited by a **national or** regional accreditation association or by a 3 4 public or private nonprofit elementary or secondary school in the state; 5 Alaska Native cultural or heritage programs and educational (5)support, including mentoring and tutoring, provided by a nonprofit agency for public 6 7 school staff and for students who are in grades kindergarten through 12 in the state; 8 (6) education, research, rehabilitation, and facilities by an institution 9 that is located in the state and that qualifies as a coastal ecosystem learning center 10 under the Coastal America Partnership established by the federal government; 11 (7) the Alaska higher education investment fund under AS 37.14.750; 12 (8) funding a scholarship awarded by a nonprofit organization to a 13 dual-credit student to defray the cost of a dual-credit course, including the cost of 14 (A) tuition and textbooks; 15 (B) registration, course, and programmatic student fees; 16 (C) on-campus room and board at the postsecondary institution 17 in the state that provides the dual-credit course; 18 (D) transportation costs to and from a residential school 19 approved by the Department of Education and Early Development under 20 AS 14.16.200 or the postsecondary school in the state that provides the dual-21 credit course: and 22 (E) other related educational and programmatic costs; 23 (9) constructing, operating, or maintaining a residential housing 24 facility by a residential school in the state approved by the Department of Education 25 and Early Development under AS 14.16.200; 26 (10)childhood early learning and development programs and 27 educational support to childhood early learning and development programs provided 28 by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school 29 district in the state, by the Department of Education and Early Development, or 30 through a state grant; 31 (11) science, technology, engineering, and math programs provided by

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1	a nonprofit agen	cy or a school district for school staff and	for students in grades
2	kindergarten thro	ugh 12 in the state; and	
3	(12	2) the operation of a nonprofit organization	dedicated to providing
4	educational oppor	rtunities that promote the legacy of public ser	vice contributions to the
5	state and perpe	tuate ongoing educational programs that	foster public service
6	leadership for fut	ure generations of residents of the state.	
7	* Sec. 7. AS 43.20.014	(b) is amended to read:	
8	(b) The an	mount of the credit is	
9	(1)	50 percent of contributions of not more than	n \$100,000;
10	(2)	75 [100] percent of the next \$200,000 of co	ntributions; and
11	(3)	50 percent of the amount of contributions the	nat exceed \$300,000.
12	* Sec. 8. AS 43.20.014	(b), as amended by sec. 7 of this Act, is amen	ded to read:
13	(b) The an	mount of the credit is	
14	[(1	)] 50 percent of contributions [OF NOT MO	RE THAN \$100,000;
15	(2)	75 PERCENT OF THE NEXT \$200,000	OF CONTRIBUTIONS;
16	AND		
17	(3)	50 PERCENT OF THE AMOUNT OF CO	NTRIBUTIONS THAT
18	EXCEED \$300,0	00].	
19	* Sec. 9. AS 43.20.014	(d) is amended to read:	
20	(d) A con	tribution claimed as a credit under this sectio	n may not
21	(1)	be the basis for a credit claimed under a	nother provision of this
22	title;		
23	(2)	also be allowed as a deduction under 26 U.	S.C. 170 against the tax
24	imposed by this c	hapter; and	
25	(3)	when combined with contributions that a	are the basis for credits
26	taken during the	taxpayer's tax year under AS 21.96.070, 21	1.96.075, AS 43.55.019,
27	AS 43.56.018, A	S 43.65.018, AS 43.75.018, or AS 43.77.0	45, result in the total
28	amount of credits	exceeding <u>\$1,000,000</u> [\$5,000,000]; if the t	axpayer is a member of
29	an affiliated grou	up, then the total amount of credits may	not exceed <u>\$1,000,000</u>
30	[\$5,000,000] for	the affiliated group; in this paragraph, "at	ffiliated group" has the
31	meaning given in	AS 43.20.145.	

\* Sec. 10. AS 43.20.014 is amended by adding a new subsection to read: 1 2 (g) To qualify for a credit under this section, equipment must be appraised consistent with regulations adopted by the department to determine the value of the 3 4 contribution for purposes of this section. 5 \* Sec. 11. AS 43.55.019(a) is amended to read: (a) A producer of oil or gas is allowed a credit against the tax levied by 6 7 AS 43.55.011(e) for [CASH] contributions of cash or equipment accepted for direct instruction, research, and educational support purposes, 8 (1)9 including library and museum acquisitions, and contributions to endowment, by an 10 Alaska university foundation or by a nonprofit, public or private, Alaska two-year or 11 four-year college accredited by a **national or** regional accreditation association; 12 (2) secondary school level vocational education courses, programs, and 13 facilities by a school district in the state; (3) vocational education courses, programs, equipment, and facilities 14 15 by a state-operated vocational technical education and training school, a nonprofit 16 regional training center recognized by the Department of Labor and Workforce 17 Development, and an apprenticeship program in the state that is registered with the United States Department of Labor under 29 U.S.C. 50 - 50b (National Apprenticeship 18 19 Act); 20 (4) a facility [OR AN ANNUAL INTERCOLLEGIATE SPORTS 21 TOURNAMENT] by a nonprofit, public or private, Alaska two-year or four-year college accredited by a **national or** regional accreditation association; 22 23 (5) Alaska Native cultural or heritage programs and educational 24 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; 25 26 (6) education, research, rehabilitation, and facilities by an institution 27 that is located in the state and that qualifies as a coastal ecosystem learning center 28 under the Coastal America Partnership established by the federal government; and 29 (7) the Alaska higher education investment fund under AS 37.14.750. 30 \* Sec. 12. AS 43.55.019(b) is amended to read: 31 (b) The amount of the credit is

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1	(1)	50 percent of contributions of not more t	han \$100,000;
2	(2)	<u>75</u> [100] percent of the next \$200,000 of	contributions; and
3	(3)	50 percent of the amount of contribution	s that exceed \$300,000.
4	* Sec. 13. AS 43.55.019	(b), as amended by sec. 12 of this Act, is	amended to read:
5	(b) The ar	nount of the credit is	
6	[(1]	)] 50 percent of contributions [OF NOT M	MORE THAN \$100,000;
7	(2)	75 PERCENT OF THE NEXT \$200,00	0 OF CONTRIBUTIONS;
8	AND		
9	(3)	50 PERCENT OF THE AMOUNT OF	CONTRIBUTIONS THAT
10	EXCEED \$300,00	0].	
11	* Sec. 14. AS 43.55.019	P(d) is amended to read:	
12	(d) A cont	ribution claimed as a credit under this sec	tion may not
13	(1)	be the basis for a credit claimed under	r another provision of this
14	title; and		
15	(2)	when combined with contributions that	at are the basis for credits
16	taken during the taxpayer's tax year under AS 21.96.070, 21.96.075, AS 43.20.014,		
17	AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total		
18	amount of credits exceeding <u>\$1,000,000</u> [\$5,000,000]; if the taxpayer is a member of		
19	an affiliated group, then the total amount of credits may not exceed \$1,000,000		
20	[\$5,000,000] for	the affiliated group; in this paragraph,	"affiliated group" has the
21	meaning given in	AS 43.20.145.	
22	* Sec. 15. AS 43.55.019	is amended by adding a new subsection t	to read:
23	(h) To qua	alify for a credit under this section, equ	ipment must be appraised
24	consistent with re	gulations adopted by the department to	determine the value of the
25	contribution for pu	urposes of this section.	
26	* Sec. 16. AS 43.56.018	(a) is amended to read:	
27	(a) The	owner of property taxable under this cl	hapter is allowed a credit
28	against the tax due	e under this chapter for [CASH] contribut	ions <u>of cash or equipment</u>
29	accepted for		
30	(1)	direct instruction, research, and educ	cational support purposes,
31	including library	and museum acquisitions, and contribut	ions to endowment, by an
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1	Alaska university foundation or by a nonprofit, public or private, Alaska two-year or
2	four-year college accredited by a <b>national or</b> regional accreditation association;
3	(2) secondary school level vocational education courses, programs, and
4	facilities by a school district in the state;
5	(3) vocational education courses, programs, and facilities by a state-
6	operated vocational technical education and training school;
7	(4) a facility [OR AN ANNUAL INTERCOLLEGIATE SPORTS
8	TOURNAMENT] by a nonprofit, public or private, Alaska two-year or four-year
9	college accredited by a <b>national or</b> regional accreditation association;
10	(5) Alaska Native cultural or heritage programs and educational
11	support, including mentoring and tutoring, provided by a nonprofit agency for public
12	school staff and for students who are in grades kindergarten through 12 in the state;
13	(6) education, research, rehabilitation, and facilities by an institution
14	that is located in the state and that qualifies as a coastal ecosystem learning center
15	under the Coastal America Partnership established by the federal government; and
16	(7) the Alaska higher education investment fund under AS 37.14.750.
17	* Sec. 17. AS 43.56.018(b) is amended to read:
18	(b) The amount of the credit is
19	(1) 50 percent of contributions of not more than \$100,000;
20	(2) $\underline{75}$ [100] percent of the next \$200,000 of contributions; and
21	(3) 50 percent of the amount of contributions that exceed \$300,000.
22	* Sec. 18. AS 43.56.018(b), as amended by sec. 17 of this Act, is amended to read:
23	(b) The amount of the credit is
24	[(1)] 50 percent of contributions [OF NOT MORE THAN \$100,000;
25	(2) 75 PERCENT OF THE NEXT \$200,000 OF CONTRIBUTIONS;
26	AND
27	(3) 50 PERCENT OF THE AMOUNT OF CONTRIBUTIONS THAT
28	EXCEED \$300,000].
29	* Sec. 19. AS 43.56.018(d) is amended to read:
30	(d) A contribution claimed as a credit under this section may not
31	(1) be the basis for a credit claimed under another provision of this

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1	title; and
2	(2) when combined with contributions that are the basis for credits
3	taken during the taxpayer's tax year under AS 21.96.070, 21.96.075, AS 43.20.014,
4	AS 43.55.019, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total
5	amount of credits exceeding <b><u>\$1,000,000</u></b> [\$5,000,000]; if the taxpayer is a member of
6	an affiliated group, then the total amount of credits may not exceed \$1,000,000
7	[\$5,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
8	meaning given in AS 43.20.145.
9	* Sec. 20. AS 43.56.018 is amended by adding a new subsection to read:
10	(g) To qualify for a credit under this section, equipment must be appraised
11	consistent with regulations adopted by the department to determine the value of the
12	contribution for purposes of this section.
13	* Sec. 21. AS 43.65.018(a) is amended to read:
14	(a) A person engaged in the business of mining in the state is allowed a credit
15	against the tax due under this chapter for [CASH] contributions of cash or equipment
16	accepted for
17	(1) direct instruction, research, and educational support purposes,
18	including library and museum acquisitions, and contributions to endowment, by an
19	Alaska university foundation, by a nonprofit, public or private, Alaska two-year or
20	four-year college accredited by a <b><u>national or</u></b> regional accreditation association, or by
21	a public or private nonprofit elementary or secondary school in the state;
22	(2) secondary school level vocational education courses, programs, and
23	facilities by a school district in the state;
24	(3) vocational education courses, programs, and facilities by a state-
25	operated vocational technical education and training school;
26	(4) a facility by a nonprofit, public or private, Alaska two-year or four-
27	year college accredited by a <b><u>national or</u></b> regional accreditation association or by a
28	public or private nonprofit elementary or secondary school in the state;
29	(5) Alaska Native cultural or heritage programs and educational
30	support, including mentoring and tutoring, provided by a nonprofit agency for public
31	school staff and for students who are in grades kindergarten through 12 in the state;
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1	(6) education, research, rehabilitation, and facilities by an institution
2	that is located in the state and that qualifies as a coastal ecosystem learning center
3	under the Coastal America Partnership established by the federal government;
4	(7) the Alaska higher education investment fund under AS 37.14.750;
5	(8) funding a scholarship awarded by a nonprofit organization to a
6	dual-credit student to defray the 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) constructing, operating, or maintaining a residential housing
17	facility by a residential school approved by the Department of Education and Early
18	Development under AS 14.16.200;
19	(10) childhood early learning and development programs and
20	educational support to childhood early learning and development programs provided
21	by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school
22	district in the state, by the Department of Education and Early Development, or
23	through a state grant;
24	(11) science, technology, engineering, and math programs provided by
25	a nonprofit agency or a school district for school staff and for students in grades
26	kindergarten through 12 in the state; and
27	(12) the operation of a nonprofit organization dedicated to providing
28	educational opportunities that promote the legacy of public service contributions to the
29	state and perpetuate ongoing educational programs that foster public service
30	leadership for future generations of residents of the state.
31	* Sec. 22. AS 43.65.018(b) is amended to read:

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1	(b) The am	ount of the credit is	
2	(1) 50 percent of contributions of not more than \$100,000;		
3	(2)	<u>75</u> [100] percent of the next \$200,000 of c	contributions; and
4	(3)	50 percent of the amount of contributions	that exceed \$300,000.
5	* Sec. 23. AS 43.65.018	(b), as amended by sec. 22 of this Act, is a	mended to read:
6	(b) The am	ount of the credit is	
7	[(1)	] 50 percent of contributions [OF NOT M	ORE THAN \$100,000;
8	(2)	75 PERCENT OF THE NEXT \$200,000	OF CONTRIBUTIONS;
9	AND		
10	(3)	50 PERCENT OF THE AMOUNT OF C	ONTRIBUTIONS THAT
11	EXCEED \$300,00	0].	
12	* Sec. 24. AS 43.65.018	(d) is amended to read:	
13	(d) A contr	ibution claimed as a credit under this sect	ion 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	
17		axpayer's tax year under AS 21.96.070,	
18		43.56.018, AS 43.75.018, or AS 43.77	
19		its exceeding <u>\$1,000,000</u> [\$5,000,000]; if	
20		oup, then the total amount of credits ma	
21		he affiliated group; in this paragraph, "	affiliated group" has the
22	meaning given in A		
23		is amended by adding a new subsection to	
24 25		lify for a credit under this section, equi	
25 26		gulations adopted by the department to d	etermine the value of the
26 27	1	rposes of this section.	
27 28	* Sec. 26. AS 43.75.018	× /	
28 20		on engaged in a fisheries business is allow	-
29 20	-	oter for [CASH] contributions of cash or e	
30 21	(1)	direct instruction, research, and educated	
31	including norary a	and museum acquisitions, and contribution	ins to endowment, by an
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1		Alaska university for	oundation, by a nonprofit, public or private	e, Alaska two-year or
2		four-year college ac	credited by a <b><u>national or</u></b> regional accredita	tion association, or by
3		a public or private n	onprofit elementary or secondary school in t	he state;
4		(2) s	econdary school level vocational education of	courses, programs, and
5		facilities by a school	district in the state;	
6		(3)	vocational education courses, programs, and	d facilities by a state-
7		operated vocational	technical education and training school;	
8		(4) a	facility by a nonprofit, public or private, Al	aska two-year or four-
9		year college accred	ited by a <b><u>national or</u></b> regional accreditatio	n association or by a
10		public or private nor	profit elementary or secondary school in the	e state;
11		(5)	Alaska Native cultural or heritage progr	cams and educational
12		support, including n	nentoring and tutoring, provided by a nonpu	ofit agency for public
13		school staff and for	students who are in grades kindergarten thro	ugh 12 in the state;
14		(6)	education, research, rehabilitation, and facil	lities by an institution
15		that is located in th	e state and that qualifies as a coastal ecos	system learning center
16		under the Coastal A	merica Partnership established by the federal	government;
17		(7) ti	ne Alaska higher education investment fund	under AS 37.14.750;
18		(8)	funding a scholarship awarded by a nonpr	ofit organization to a
19		dual-credit student t	o defray the cost of a dual-credit course, incl	uding the cost of
20			(A) tuition and textbooks;	
21			(B) registration, course, and programmati	c student fees;
22			(C) on-campus room and board at the po	stsecondary institution
23		in the state the	nat provides the dual-credit course;	
24			(D) transportation costs to and from	a residential school
25		approved by	the Department of Education and Early	Development under
26			0 or the postsecondary school in the state t	hat provides the dual-
27		credit course	; and	
28			(E) other related educational and program	-
29		(9)	constructing, operating, or maintaining	e
30			tial school approved by the Department of	Education and Early
31		Development under	AS 14.16.200;	
	1			

1	(10) childhood early learning and development programs and
2	educational support to childhood early learning and development programs provided
3	by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school
4	district in the state, by the Department of Education and Early Development, or
5	through a state grant;
6	(11) science, technology, engineering, and math programs provided by
7	a nonprofit agency or a school district for school staff and for students in grades
8	kindergarten through 12 in the state; and
9	(12) the operation of a nonprofit organization dedicated to providing
10	educational opportunities that promote the legacy of public service contributions to the
11	state and perpetuate ongoing educational programs that foster public service
12	leadership for future generations of residents of the state.
13	* Sec. 27. AS 43.75.018(b) is amended to read:
14	(b) The amount of the credit is
15	(1) 50 percent of contributions of not more than \$100,000;
16	(2) $\underline{75}$ [100] percent of the next \$200,000 of contributions; and
17	(3) 50 percent of the amount of contributions that exceed \$300,000.
18	* Sec. 28. AS 43.75.018(b), as amended by sec. 27 of this Act, is amended to read:
19	(b) The amount of the credit is
20	[(1)] 50 percent of contributions [OF NOT MORE THAN \$100,000;
21	(2) 75 PERCENT OF THE NEXT \$200,000 OF CONTRIBUTIONS;
22	AND
23	(3) 50 PERCENT OF THE AMOUNT OF CONTRIBUTIONS THAT
24	EXCEED \$300,000].
25	* Sec. 29. AS 43.75.018(d) is amended to read:
26	(d) A contribution claimed as a credit under this section may not
27	(1) be the basis for a credit claimed under another provision of this
28	title; and
29	(2) when combined with contributions that are the basis for credits
30	taken during the taxpayer's tax year under AS 21.96.070, 21.96.075, AS 43.20.014,
31	AS 43.55.019, AS 43.56.018, AS 43.65.018, or AS 43.77.045, result in the total
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1	amount of the credits	exceeding <u>\$1,000,000</u> [\$5	5,000,000]; if the taxpayer is a member
2	of an affiliated grou	p, then the total amount	of credits may not exceed <u>\$1,000,000</u>
3	[\$5,000,000] for the	affiliated group; in this	paragraph, "affiliated group" has the
4	meaning given in AS	43.20.145.	
5	* <b>Sec. 30.</b> AS 43.75.018 is	amended by adding a new	subsection to read:
6	(g) To qualif	y for a credit under this	section, equipment must be appraised
7	consistent with regul	ations adopted by the dep	partment to determine the value of the
8	contribution for purp	oses of this section.	
9	* Sec. 31. AS 43.77.045(a)	is amended to read:	
10	(a) In addition	on to the credit allowed un	der AS 43.77.040, a person engaged in
11	a floating fisheries b	usiness is allowed a credit	against the tax due under this chapter
12	for [CASH] contribu	tions <u>of cash or equipmen</u>	<u>t</u> accepted for
13	(1)	lirect instruction, research	h, and educational support purposes,
14	including library and	l museum acquisitions, ar	nd contributions to endowment, by an
15	Alaska university fo	undation, by a nonprofit,	public or private, Alaska two-year or
16	four-year college acc	redited by a <u><b>national or</b></u> r	egional accreditation association, or by
17	a public or private no	nprofit elementary or seco	ndary school in the state;
18	(2) se	condary school level vocat	ional education courses, programs, and
19	facilities by a school	district in the state;	
20			es, programs, and facilities by a state-
21	-	echnical education and trai	
22			lic or private, Alaska two-year or four-
23			onal accreditation association or by a
24		profit elementary or second	•
25			r heritage programs and educational
26			vided by a nonprofit agency for public
27		C	kindergarten through 12 in the state;
28			itation, and facilities by an institution
29		-	as a coastal ecosystem learning center
30		1	ed by the federal government;
31	(7) th	e Alaska higher education	investment fund under AS 37.14.750;

1	(8) funding a scholarship awarded by a nonprofit organization to a
2	dual-credit student to defray the cost of a dual-credit course, including the cost of
3	(A) tuition and textbooks;
4	(B) registration, course, and programmatic student fees;
5	(C) on-campus room and board at the postsecondary institution
6	in the state that provides the dual-credit course;
7	(D) transportation costs to and from a residential school
8	approved by the Department of Education and Early Development under
9	AS 14.16.200 or the postsecondary school in the state that provides the dual-
10	credit course; and
11	(E) other related educational and programmatic costs;
12	(9) constructing, operating, or maintaining a residential housing
13	facility by a residential school approved by the Department of Education and Early
14	Development under AS 14.16.200;
15	(10) childhood early learning and development programs and
16	educational support to childhood early learning and development programs provided
17	by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school
18	district in the state, by the Department of Education and Early Development, or
19	through a state grant;
20	(11) science, technology, engineering, and math programs provided by
21	a nonprofit agency or a school district for school staff and for students in grades
22	kindergarten through 12 in the state; and
23	(12) the operation of a nonprofit organization dedicated to providing
24	educational opportunities that promote the legacy of public service contributions to the
25	state and perpetuate ongoing educational programs that foster public service
26	leadership for future generations of residents of the state.
27	* Sec. 32. AS 43.77.045(a), as amended by sec. 31 of this Act, is amended to read:
28	(a) <u><b>A</b></u> [IN ADDITION TO THE CREDIT ALLOWED UNDER AS 43.77.040,
29	A] person engaged in a floating fisheries business is allowed a credit against the tax
30	due under this chapter for contributions of cash or equipment accepted for
31	(1) direct instruction, research, and educational support purposes,
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-	New Text Underlined [DELETED TEXT BRACKETED]

WORK DRAFT

1	including library and museum acquisitions, and contributions to endowment, by an			
2	Alaska university foundation, by a nonprofit, public or private, Alaska two-year or			
3	four-year college accredited by a national or regional accreditation association, or by a			
4	public or private nonprofit elementary or secondary school in the state;			
5	(2) secondary school level vocational education courses, programs, and			
6	facilities by a school district in the state;			
7	(3) vocational education courses, programs, and facilities by a state			
8	operated vocational technical education and training school;			
9	(4) a facility by a nonprofit, public or private, Alaska two-year or four-			
10	year college accredited by a national or regional accreditation association or by a			
11	public or private nonprofit elementary or secondary school in the state;			
12	(5) Alaska Native cultural or heritage programs and educational			
13	support, including mentoring and tutoring, provided by a nonprofit agency for public			
14	school staff and for students who are in grades kindergarten through 12 in the state;			
15	(6) education, research, rehabilitation, and facilities by an institution			
16	that is located in the state and that qualifies as a coastal ecosystem learning center			
17	under the Coastal America Partnership established by the federal government;			
18	(7) the Alaska higher education investment fund under AS 37.14.750;			
19	(8) funding a scholarship awarded by a nonprofit organization to a			
20	dual-credit student to defray the 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) constructing, operating, or maintaining a residential housing			
31	facility by a residential school approved by the Department of Education and Early			

Development under AS 14.16.200; 1 2 (10)childhood early learning and development programs and educational support to childhood early learning and development programs provided 3 by a nonprofit corporation organized under AS 10.20, a tribal entity, or a school 4 5 district in the state, by the Department of Education and Early Development, or through a state grant; 6 7 (11) science, technology, engineering, and math programs provided by 8 a nonprofit agency or a school district for school staff and for students in grades 9 kindergarten through 12 in the state; and 10 (12) the operation of a nonprofit organization dedicated to providing 11 educational opportunities that promote the legacy of public service contributions to the state and perpetuate ongoing educational programs that foster public service 12 13 leadership for future generations of residents of the state. \* Sec. 33. AS 43.77.045(b) is amended to read: 14 15 (b) The amount of the credit is 16 (1) 50 percent of contributions of not more than \$100,000; (2) 75 [100] percent of the next \$200,000 of contributions; and 17 18 (3) 50 percent of the amount of contributions that exceed \$300,000. 19 \* Sec. 34. AS 43.77.045(b), as amended by sec. 33 of this Act, is amended to read: 20 (b) The amount of the credit is 21 [(1)] 50 percent of contributions [OF NOT MORE THAN \$100,000; (2) 75 PERCENT OF THE NEXT \$200,000 OF CONTRIBUTIONS; 22 23 AND 24 (3) 50 PERCENT OF THE AMOUNT OF CONTRIBUTIONS THAT 25 EXCEED \$300,000]. 26 \* Sec. 35. AS 43.77.045(d) is amended to read: 27 (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 28 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, 21.96.075, AS 43.20.014,

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1	AS 43.55.019, AS 4	3.56.018, AS 43.65.018, or AS 43.75	5.018, result in the total	
2	amount of the credits exceeding <b><u>\$1,000,000</u></b> [\$5,000,000]; if the taxpayer is a member			
3	of an affiliated group, then the total amount of credits may not exceed \$1,000,000			
4	[\$5,000,000] for the affiliated group; in this paragraph, "affiliated group" has the			
5	meaning given in AS 43.20.145.			
6	* Sec. 36. AS 43.77.045 is amended by adding a new subsection to read:			
7	(g) To qualify for a credit under this section, equipment must be appraised			
8	consistent with regulations adopted by the department to determine the value of the			
9	contribution for purposes of this section.			
10	* Sec. 37. Sections 3, 5, 7, 10, 14, 16, 18, 21, 23, 25, 28, 30, 32, 35, 37, 39, 42, 44, 46, 49,			
11	51, 53, and 55, ch. 92, SLA 2010, sec. 14, ch. 7, FSSLA 2011, secs. 15, 17, 19, 21, 23, and			
12	25, ch. 74, SLA 2012, sec. 49, ch. 14, SLA 2014, secs. 37, 40, 43, and 46, ch. 15, SLA 2014			
13	and secs. 26 and 31, ch. 61, SLA 2014, are repealed.			
14	* Sec. 38. The uncodified law of the State of Alaska is amended by adding a new section to			
15	read:			
16	REVISOR'S INSTRUCTIONS. (a) In reconciling the repeal of AS 21.06.110(9) and			
17	AS 21.09.210(j) in sec. 1 of CSHB 97(STA), Thirtieth Alaska State Legislature, and the			
18	extension of the repeal of AS 21.96.070 in sec. 40 of this Act, the revisor of statutes shall			
19	ignore the repeals of AS 21.06.110(9) and AS 21.09.210(j) in CSHB 97(STA) and instead			
20	amend AS 21.06.110(9) and AS 21.09.210(j) to remove the cross references to AS 21.96.075			
21	repealed by sec. 1 of CSHB 97(STA).			
22	(b) If CSHB 97(STA	) is enacted into law, the revisor of state	utes shall treat the removal	
23	of the cross references to AS 21.96.070 in AS 21.06.110(9) and AS 21.09.210(j) by secs. 1			
24	and 2, ch. 61, SLA 2014, as a repeal of AS 21.06.110(9) and AS 21.09.210(j).			
25	* Sec. 39. Section 57, ch. 92, SLA 2010, sec. 15, ch. 7, FSSLA 2011, sec. 32, ch. 74, SLA			
26	2012, sec. 82, ch. 14, SLA 2014, and sec. 61, ch. 15, SLA 2014, are repealed.			
27	* Sec. 40. Section 37, ch. 61, SLA 2014, is amended to read:			
28	Sec. 37. Sections 1, 2, and [15, 18,] 21 [, 24, 26, AND 31] of this Act take			
29	effect <u>January 1, 2025</u> [DECEMBER 31, 2018].			
30	* Sec. 41. Sections 1, 2, 4 - 7, 9 - 12, 14 - 17, 19 - 22, 24 - 27, 29 - 31, 33, 35, and 36 of this			
31	Act take effect January 1, 2019.			

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\* Sec. 42. Section 32 of this Act takes effect on the effective date of sec. 23, ch. 61, SLA 2014.

\* Sec. 43. Sections 3, 8, 13, 18, 23, 28, and 34 of this Act take effect January 1, 2021.

\* Sec. 44. Except as provided in secs. 41 - 43 of this Act, this Act takes effect immediately under AS 01.10.070(c).