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33-LS0221\B.2
Klein
2/14/23

AMENDMENT

OFFERED IN THE HOUSE
TO: HB 46

1 Page 1, line 1, following "Act":

2 Insert **"relating to education tax credits for certain payments and contributions**
3 **for child care and child care facilities; relating to the insurance tax education credit, the**
4 **income tax education credit, the oil or gas producer education credit, the property tax**
5 **education credit, the mining business education credit, the fisheries business education**
6 **credit, and the fisheries resource landing tax education credit;"**

7

8 Page 1, line 2:

9 Delete "and"

10 Following "fund":

11 Insert **"; and providing for an effective date"**

12

13 Page 1, following line 3:

14 Insert new bill sections to read:

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

16 (a) A taxpayer is allowed a credit against the tax due under AS 21.09.210 or
17 AS 21.66.110 for [CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED]

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

23 (2) contributions of cash or equipment accepted for secondary

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

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

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

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

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

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

25 * Sec. 2. AS 21.96.070(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 43.20.014, AS 43.55.019,
31 AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total

1 amount of credits exceeding \$3,000,000 [\$1,000,000]; if the taxpayer is a member of
 2 an affiliated group, then the total amount of credits may not exceed \$3,000,000
 3 [\$1,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
 4 meaning given in AS 43.20.145.

5 * **Sec. 3.** AS 21.96.070 is amended by adding a new subsection to read:

6 (g) Beginning January 1, 2030, and every five years thereafter, the Department
 7 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)
 8 of this section for inflation, using 100 percent of the change over the preceding five
 9 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,
 10 compiled by the Bureau of Labor Statistics, United States Department of Labor."
 11

12 Page 1, line 4:

13 Delete "**Section 1**"

14 Insert "**Sec. 4**"

15
 16 Renumber the following bill sections accordingly.

17
 18 Page 10, following line 15:

19 Insert new bill sections to read:

20 ** **Sec. 9.** AS 43.20.014(a) is amended to read:

21 (a) A taxpayer is allowed a credit against the tax due under this chapter for
 22 [CONTRIBUTIONS OF CASH OR EQUIPMENT ACCEPTED FOR]

23 (1) contributions of cash or equipment accepted for direct
 24 instruction, 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
 30 school level vocational education courses, programs, and facilities by a school district
 31 in the state;

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

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

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

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

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

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

24 (A) tuition and textbooks;

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

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

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

1 (E) other related educational and programmatic costs;

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

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

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

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

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

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

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

28 * Sec. 10. AS 43.20.014(d) is amended to read:

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

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

1 (2) also be allowed as a deduction under 26 U.S.C. 170 against the tax
2 imposed by this chapter; and

3 (3) when combined with contributions that are the basis for credits
4 taken during the taxpayer's tax year under AS 21.96.070, AS 43.55.019,
5 AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total
6 amount of credits exceeding \$3,000,000 [\$1,000,000]; if the taxpayer is a member of
7 an affiliated group, then the total amount of credits may not exceed \$3,000,000
8 [\$1,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
9 meaning given in AS 43.20.145.

10 * **Sec. 11.** AS 43.20.014 is amended by adding a new subsection to read:

11 (h) Beginning January 1, 2030, and every five years thereafter, the Department
12 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)
13 of this section for inflation, using 100 percent of the change over the preceding five
14 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,
15 compiled by the Bureau of Labor Statistics, United States Department of Labor.

16 * **Sec. 12.** AS 43.55.019(a) is amended to read:

17 (a) A producer of oil or gas is allowed a credit against the tax levied by
18 AS 43.55.011(e) [FOR CONTRIBUTIONS OF CASH OR EQUIPMENT
19 ACCEPTED FOR]

20 (1) contributions of cash or equipment accepted for direct
21 instruction, 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
26 school level vocational education courses, programs, and facilities by a school district
27 in the state;

28 (3) contributions of cash or equipment accepted for vocational
29 education courses, programs, equipment, and facilities by a state-operated vocational
30 technical education and training school, a nonprofit regional training center recognized
31 by the Department of Labor and Workforce Development, and an apprenticeship

1 program in the state that is registered with the United States Department of Labor
2 under 29 U.S.C. 50 - 50b (National Apprenticeship Act);

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

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; [AND]

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

16 (8) **expenditures made to operate a child care facility in the state**
17 **for the children of the producer's employees;**

18 (9) **contributions of cash or equipment accepted by a child care**
19 **facility in the state operated by a nonprofit corporation and attended by one or**
20 **more children of the producer's employees; and**

21 (10) **a payment to an employee of the producer made by the**
22 **producer for the purpose of offsetting the employee's child care costs incurred in**
23 **the state.**

24 * Sec. 13. AS 43.55.019(d) is amended to read:

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

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

28 (2) when combined with contributions that are the basis for credits
29 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,
30 AS 43.56.018, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total
31 amount of credits exceeding **\$3,000,000** [\$1,000,000]; if the taxpayer is a member of

1 an affiliated group, then the total amount of credits may not exceed \$3,000,000
 2 [\$1,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
 3 meaning given in AS 43.20.145.

4 * **Sec. 14.** AS 43.55.019 is amended by adding a new subsection to read:

5 (i) Beginning January 1, 2030, and every five years thereafter, the Department
 6 of Labor and Workforce Development shall adjust the limit under (d) of this section
 7 for inflation, using 100 percent of the change over the preceding five calendar years in
 8 the Consumer Price Index for all urban consumers for urban Alaska, compiled by the
 9 Bureau of Labor Statistics, United States Department of Labor.

10 * **Sec. 15.** AS 43.56.018(a) is amended to read:

11 (a) The owner of property taxable under this chapter is allowed a credit
 12 against the tax due under this chapter for [CONTRIBUTIONS OF CASH OR
 13 EQUIPMENT ACCEPTED FOR]

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

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

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

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

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

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

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

7 (8) expenditures made to operate a child care facility in the state
8 for the children of the property owner's employees;

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

12 (10) a payment to an employee of the property owner made by the
13 owner for the purpose of offsetting the employee's child care costs incurred in the
14 state.

15 * Sec. 16. AS 43.56.018(d) is amended to read:

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

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

19 (2) when combined with contributions that are the basis for credits
20 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,
21 AS 43.55.019, AS 43.65.018, AS 43.75.018, or AS 43.77.045, result in the total
22 amount of credits exceeding \$3,000,000 [\$1,000,000]; if the taxpayer is a member of
23 an affiliated group, then the total amount of credits may not exceed \$3,000,000
24 [\$1,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
25 meaning given in AS 43.20.145.

26 * Sec. 17. AS 43.56.018 is amended by adding a new subsection to read:

27 (h) Beginning January 1, 2030, and every five years thereafter, the department
28 shall adjust the dollar limit on credits under (d) of this section for inflation, using 100
29 percent of the change over the preceding five calendar years in the Consumer Price
30 Index for all urban consumers for urban Alaska, compiled by the Bureau of Labor
31 Statistics, United States Department of Labor.

1 * **Sec. 18.** AS 43.65.018(a) is amended to read:

2 (a) A person engaged in the business of mining in the state is allowed a credit
3 against the tax due under this chapter for [CONTRIBUTIONS OF CASH OR
4 EQUIPMENT ACCEPTED FOR]

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

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

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

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 or by a public or private nonprofit
20 elementary or secondary school in the state;

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

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

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

31 (8) contributions of cash or equipment accepted for funding a

1 scholarship awarded by a nonprofit organization to a dual-credit student to defray the
2 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) contributions of cash or equipment accepted for constructing,
13 operating, or maintaining a residential housing facility by a residential school
14 approved by the Department of Education and Early Development under
15 AS 14.16.200;

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

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

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

30 (13) expenditures made to operate a child care facility in the state
31 for the children of the person's employees;

1 **(14) contributions of cash or equipment accepted by a child care**
 2 **facility in the state operated by a nonprofit corporation and attended by one or**
 3 **more children of the person's employees; and**

4 **(15) a payment to an employee of the person's business made by**
 5 **the person for the purpose of offsetting the employee's child care costs incurred**
 6 **in the state.**

7 * **Sec. 19.** AS 43.65.018(d) is amended to read:

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

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

11 (2) when combined with contributions that are the basis for credits
 12 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,
 13 AS 43.55.019, AS 43.56.018, AS 43.75.018, or AS 43.77.045, result in the total
 14 amount of the credits exceeding **\$3,000,000** [\$1,000,000]; if the taxpayer is a member
 15 of an affiliated group, then the total amount of credits may not exceed **\$3,000,000**
 16 [\$1,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
 17 meaning given in AS 43.20.145.

18 * **Sec. 20.** AS 43.65.018 is amended by adding a new subsection to read:

19 (h) Beginning January 1, 2030, and every five years thereafter, the department
 20 shall adjust the dollar limit on credits under (d) of this section for inflation, using 100
 21 percent of the change over the preceding five calendar years in the Consumer Price
 22 Index for all urban consumers for urban Alaska, compiled by the Bureau of Labor
 23 Statistics, United States Department of Labor.

24 * **Sec. 21.** AS 43.75.018(a) is amended to read:

25 (a) A person engaged in a fisheries business is allowed a credit against the tax
 26 due under this chapter [FOR CONTRIBUTIONS OF CASH OR EQUIPMENT
 27 ACCEPTED FOR]

28 (1) **contributions of cash or equipment accepted for** direct
 29 instruction, research, and educational support purposes, including library and museum
 30 acquisitions, and contributions to endowment, by an Alaska university foundation, by
 31 a nonprofit, public or private, Alaska two-year or four-year college accredited by a

1 national or regional accreditation association, or by a public or private nonprofit
2 elementary or secondary school in the state;

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

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

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
22 higher 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
6 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
9 early 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; [AND]

17 (12) **contributions of cash or equipment accepted for** the operation
18 of a nonprofit organization dedicated to providing educational opportunities that
19 promote 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) expenditures made to operate a child care facility in the state**
23 **for the children of the person's employees;**

24 **(14) contributions of cash or equipment accepted by a child care**
25 **facility in the state operated by a nonprofit corporation and attended by one or**
26 **more children of the person's employees; and**

27 **(15) a payment to an employee of the person's business made by**
28 **the person for the purpose of offsetting the employee's child care costs incurred**
29 **in the state.**

30 * Sec. 22. AS 43.75.018(d) is amended to read:

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

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

3 (2) when combined with contributions that are the basis for credits
4 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,
5 AS 43.55.019, AS 43.56.018, AS 43.65.018, or AS 43.77.045, result in the total
6 amount of the credits exceeding \$3,000,000 [\$1,000,000]; if the taxpayer is a member
7 of an affiliated group, then the total amount of credits may not exceed \$3,000,000
8 [\$1,000,000] for the affiliated group; in this paragraph, "affiliated group" has the
9 meaning given in AS 43.20.145.

10 * Sec. 23. AS 43.75.018 is amended by adding a new subsection to read:

11 (h) Beginning January 1, 2030, and every five years thereafter, the Department
12 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)
13 of this section for inflation, using 100 percent of the change over the preceding five
14 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,
15 compiled by the Bureau of Labor Statistics, United States Department of Labor.

16 * Sec. 24. AS 43.77.045(a) is amended to read:

17 (a) A person engaged in a floating fisheries business is allowed a credit
18 against the tax due under this chapter for [CONTRIBUTIONS OF CASH OR
19 EQUIPMENT ACCEPTED FOR]

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

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

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

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

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

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

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

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

18 (A) tuition and textbooks;

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

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

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

26 (E) other related educational and programmatic costs;

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

31 (10) **contributions of cash or equipment accepted for** childhood

1 early learning and development programs and educational support to childhood early
 2 learning and development programs provided by a nonprofit corporation organized
 3 under AS 10.20, a tribal entity, or a school district in the state, by the Department of
 4 Education and Early Development, or through a state grant;

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

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

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

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

19 (15) a payment to an employee of the person's business made by
 20 the person for the purpose of offsetting the employee's child care costs incurred
 21 in the state.

22 * Sec. 25. AS 43.77.045(d) is amended to read:

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

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

26 (2) when combined with contributions that are the basis for credits
 27 taken during the taxpayer's tax year under AS 21.96.070, AS 43.20.014,
 28 AS 43.55.019, AS 43.56.018, AS 43.65.018, or AS 43.75.018, result in the total
 29 amount of the credits exceeding \$3,000,000 [\$1,000,000]; if the taxpayer is a member
 30 of an affiliated group, then the total amount of credits may not exceed \$3,000,000
 31 [\$1,000,000] for the affiliated group; in this paragraph, "affiliated group" has the

1 meaning given in AS 43.20.145.

2 * **Sec. 26.** AS 43.77.045 is amended by adding a new subsection to read:

3 (g) Beginning January 1, 2030, and every five years thereafter, the Department
4 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)
5 of this section for inflation, using 100 percent of the change over the preceding five
6 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,
7 compiled by the Bureau of Labor Statistics, United States Department of Labor.

8 * **Sec. 27.** Section 37, ch. 61, SLA 2014, as amended by sec. 40, ch. 101, SLA 2018, is
9 amended to read:

10 Sec. 37. Sections 1, 2, and 21 of this Act take effect January 1, **2028** [2025].

11 * **Sec. 28.** Sections 4 - 8 and 27 of this Act take effect immediately under AS 01.10.070(c).

12 * **Sec. 29.** Except as provided in sec. 28 of this Act, this Act takes effect January 1, 2025."