

REPRESENTATIVE JULIE COULOMBE
ALASKA STATE LEGISLATURE

SESSION
Alaska State Capitol
Juneau, AK 99801
Phone: (907) 465-3879



DISTRICT
1500 W Benson Blvd.
Anchorage, AK 99503
Rep.Julie.Coulombe@akleg.gov

HB 89 Summary of Changes
Version A to Version B

The sections and concepts below were added in House Health and Social Services:

Sections 1, 4, 7, 10, 13, 16, & 19: Amend statutes to include child care expenditures and cash or equipment accepted by daycare facilities and payments to employees for the purpose of offsetting childcare costs to be eligible for tax credits.

Sections 2, 5, 8, 11, 14, 17, & 20: Amend statutes to increase the maximum individual tax credit limit from \$1,000,000 to \$3,000,000.

Sections 3, 6, 9, 12, 15, 18, & 21: New sections added to adjust the maximum individual tax credit limit every five years for inflation.

Section 22: Amends AS 47.25.001(a)[2] to increase the maximum income threshold for state subsidies for child care to 105% of the State Median Income (SMI) instead of 300% of the federal poverty line.

Section 23: Amends AS 47.25.041 to develop a sliding fee scale which makes grants for families between 85% – 105% SMI less generous than grants for families between 0 – 85% SMI.

Section 25: Adds a new section to provide grants to the highest performing and highest quality child care providers.

Section 28: Amends section 37, ch. 61, SLA 2014, which is an effective date clause for the Education Tax Credit, to extend the tax credit from 2025 to 2028.

Section 29: Creates immediate effective date for section 28.

Section 31: Sets January 1, 2024, effective date except as provided in sections 29 and 30.