

**SENATE BILL NO. 103**

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINETEENTH LEGISLATURE - FIRST SESSION

BY SENATORS SALO, Pearce, Taylor, Donley

Introduced: 3/1/95

Referred: HES, FIN

**A BILL**

**FOR AN ACT ENTITLED**

1 "An Act providing an income tax credit for certain taxpayers who provide child  
2 care for their employee's minor children; and providing for an effective date."

3 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

4 \* **Section 1.** AS 43.20 is amended by adding a new section to article 1 to read:

5           Sec. 43.20.044. CHILD CARE TAX CREDIT. A taxpayer may apply as a  
6 credit against the taxpayer's tax liability for a taxable year an amount that does not  
7 exceed \$100,000 and that is equal to the costs paid by the taxpayer during the tax year  
8 to build, remodel, maintain, or operate a child care facility operated by the taxpayer  
9 to care for the minor children of the taxpayer's employees. If a taxpayer claims a tax  
10 credit under this section, the taxpayer may not use the same costs on which the credit  
11 was based to claim a credit under another provision of this title. A taxpayer may  
12 claim a tax credit under this section only one time. In this section, "child care facility"  
13 means a place that is licensed under AS 47.35 and where child care is provided  
14 regularly for minor children for periods of time that are less than 24 hours in

1 duration.

2 \* **Sec. 2.** This Act applies to taxable years that begin on or after January 1, 1996.

3 \* **Sec. 3.** This Act takes effect January 1, 1996.