

SENATE BILL NO. 203

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY SENATOR AUSTERMAN

Introduced: 4/24/01

Referred: Community and Regional Affairs, Labor and Commerce, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act creating a tax credit under the Alaska Net Income Tax Act for contributions to**
2 **regional development organizations; 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 read:

5 **Sec. 43.20.018. Regional development organization tax credit.** (a) For
6 cash contributions accepted for direct operation of a regional development
7 organization, as defined in AS 44.33.895, a taxpayer is allowed a tax credit equal to
8 the amount of the contribution, not to exceed \$10,000.

9 (b) A contribution claimed as a credit under this section may not

10 (1) be claimed as a credit under another provision of this title;

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

13 (3) when combined with credits taken during the taxpayer's tax year
14 under AS 21.89.070, 21.89.075, AS 43.20.014, AS 43.55.019, AS 43.56.018,

1 AS 43.65.018, AS 43.75.018, or AS 43.77.045, exceed \$150,000.

2 * **Sec. 2.** AS 44.33.895(c) is amended to read:

3 (c) To qualify for a grant, a regional development organization must match the
4 grant by providing an amount of money from nonstate sources. The department shall
5 establish by regulation a formula that determines the amount of the match required
6 under this subsection based on the capability of each organization to generate money
7 from nonstate sources. The amount of match required may not exceed the amount of
8 grant money and may not be less than 20 percent of the grant. The total amount of
9 grant money provided to an organization during a fiscal year may not exceed
10 \$100,000. **The organization's grant application must list contributions received**
11 **on or after the effective date of this section and before July 1, 2003, and indicate**
12 **how those funds were used.**

13 * **Sec. 3.** AS 43.20.018, enacted by sec. 1 of this Act, is repealed July 1, 2003.

14 * **Sec. 4.** This Act takes effect immediately under AS 01.10.070(c).