

CS FOR SENATE JOINT RESOLUTION NO. 33(JUD)
IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-SECOND LEGISLATURE - SECOND SESSION

BY THE SENATE JUDICIARY COMMITTEE

Offered: 3/27/02
Referred: Finance

Sponsor(s): SENATOR AUSTERMAN

A RESOLUTION

1 **Proposing an amendment to the Constitution of the State of Alaska relating to limiting**
2 **the rate of state income and sales taxes.**

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

4 * **Section 1.** Article IX, Constitution of the State of Alaska, is amended by adding a new
5 section to read:

6 **Section 18. Tax Caps.** (a) The rate of an individual income tax levied by the
7 State may not exceed two and one-half percent of federal adjusted gross income, as
8 that term is defined in federal tax law. If the individual income tax is levied on any
9 basis other than federal adjusted gross income, the total amount of tax collected
10 statewide may not exceed what would have been collected if the tax rate had been two
11 and one-half percent of federal adjusted gross income.

12 (b) The rate of a retail sales tax levied by the State may not exceed two and
13 one-half percent of the sale price. This subsection does not limit the rate of a sales tax
14 levied by a municipality.

15 * **Sec. 2.** The amendment proposed by this resolution shall be placed before the voters of

- 1 the state at the next general election in conformity with art. XIII, sec. 1, Constitution of the
- 2 State of Alaska, and the election laws of the state.