

**HOUSE BILL NO. 481**

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

**BY REPRESENTATIVES KERTTULA, Gatto**

**Introduced: 2/16/04**

**Referred: House Special Committee on Economic Development, International Trade, and Tourism, House Special Committee on Ways and Means, Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act reimposing the corporate income tax on income from large commercial**  
2 **passenger vessels operated by certain foreign corporations."**

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

4 **\* Section 1.** AS 43.20.021(a) is amended to read:

5 (a) Sections 26 U.S.C. 1 - 1399 and 6001 - 7872 (Internal Revenue Code), as  
6 amended, are adopted by reference as a part of this chapter. These portions of the  
7 Internal Revenue Code have full force and effect under this chapter unless excepted to  
8 or modified by other provisions of this chapter. However, **except as otherwise**  
9 **provided in this section,** nothing in this chapter or in AS 43.19 (Multistate Tax  
10 Compact) may be construed as an exception to or modification of 26 U.S.C. 883.

11 **\* Sec. 2.** AS 43.20.021 is amended by adding a new subsection to read:

12 (h) For purposes of calculating tax under this chapter, the exemption for ships  
13 operated by certain foreign corporations in 26 U.S.C. 883(a)(1) does not apply to large  
14 commercial passenger vessels. For purposes of this subsection, "large commercial

1 "passenger vessel" has the meaning given in AS 46.03.490.