

SENATE BILL NO. 86

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-THIRD LEGISLATURE - FIRST SESSION

BY THE SENATE FINANCE COMMITTEE

Introduced: 2/28/03

Referred: Labor and Commerce, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the rate of interest on delinquent taxes."**

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

3 * **Section 1.** AS 43.05.225 is amended to read:

4 **Sec. 43.05.225. Interest.** Unless otherwise provided,

5 (1) when a tax levied in this title becomes delinquent, it bears interest
6 in a calendar quarter at the rate of five percentage points above the annual rate charged
7 member banks for advances by the 12th Federal Reserve District as of the first day of
8 that calendar quarter, [OR AT THE ANNUAL RATE OF 11 PERCENT,
9 WHICHEVER IS GREATER,] compounded quarterly as of the last day of that
10 quarter;

11 (2) the interest rate is 12 percent a year for

12 (A) delinquent fees payable under AS 05.15.095(c); **and**

13 (B) [REPEALED

14 (C)] unclaimed property that is not timely paid or delivered, as

15 allowed by AS 34.45.470(a).