

CS FOR HOUSE BILL NO. 235(W&M)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FOURTH LEGISLATURE - FIRST SESSION

BY THE HOUSE SPECIAL COMMITTEE ON WAYS AND MEANS

Offered: 4/12/05
Referred: Finance

Sponsor(s): HOUSE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

A BILL

FOR AN ACT ENTITLED

1 **"An Act excepting 26 U.S.C. 199 from the portions of the federal Internal Revenue Code**
2 **incorporated by reference into the Alaska Net Income Tax Act; and providing for an**
3 **effective date."**

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

5 * **Section 1.** AS 43.20.021 is amended by adding a new subsection to read:

6 (h) Notwithstanding any other provision of this chapter, this chapter excepts to
7 and does not adopt 26 U.S.C. 199 (Internal Revenue Code). In computing a net
8 operating loss or a net capital loss for purposes of applying the loss to another tax year
9 as provided in this chapter, the computation shall be determined without regard to the
10 deduction allowed for federal income tax purposes under 26 U.S.C. 199 (Internal
11 Revenue Code).

12 * **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to
13 read:

14 **APPLICABILITY.** AS 43.20.021(h), added by sec. 1 of this Act, applies to tax years

- 1 beginning on or after January 1, 2005.
- 2 * **Sec. 3.** This Act takes effect immediately under AS 01.10.070(c).