

# FISCAL NOTE

**STATE OF ALASKA**  
**2007 LEGISLATIVE SESSION**

Fiscal Note Number: 1  
 Bill Version: CSHB 61(W&M)  
 (H) Publish Date: 3/14/07

Revision Date/Time (Note if correction): \_\_\_\_\_ Dept. Affected: Revenue 04  
 Title Tax Credit for Contributions to Voc Ed RDU Taxation and Treasury  
 Component Tax Division

Sponsor Representatives Neuman, Lynn, Buch, Harris  
 Requester House Ways and Means Component No. 2476

**Expenditures/Revenues** (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
Personal Services						
Travel						
Contractual						
Supplies						
Equipment						
Land & Structures						
Grants & Claims						
Miscellaneous						
<b>TOTAL OPERATING</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

<b>CAPITAL EXPENDITURES</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
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<b>CHANGE IN REVENUES ( )</b>	*	*	*	*	*	*
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**FUND SOURCE** (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
Other (Specify Type--Do not abbreviate)						
<b>TOTAL</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Estimate of any current year (FY2007) cost: 0.0

Check this box (X) if funding for this bill is included in the Governor's FY 2008 budget proposal:

**POSITIONS**

Full-time						
Part-time						
Temporary						

**ANALYSIS:** (Attach a separate page if necessary)

\*See attached.

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 Division: Tax  
 Approved by: Jerry Burnett  
 Agency: Department of Revenue

Phone (907) 465-5636  
 Date/Time 12 March 2007 10:45  
 Date 3/12/2007

**FISCAL NOTE #1**

**STATE OF ALASKA  
2007 LEGISLATIVE SESSION**

**BILL NO. CSHB 61(W&M)**

**ANALYSIS CONTINUATION**

**Bill Language:** This bill would extend the current education tax credits to cover contributions to secondary school vocational programs.

Currently, taxpayers can take a credit of up to \$150,000 for contributions to accredited two and four year colleges and universities in Alaska. This credit may be taken against their insurance tax, corporate income tax, oil and gas producer tax, oil and gas property tax, mining license tax, fisheries business tax or fishery resource landing tax. This bill would add a new class of potential recipients for donations, but would not change the terms of the credits.

**Revenues:** We anticipate that this bill will have a negligible effect on revenue. The education tax credit is little-used. In 2005, the most recent year for which data is available, 26 companies took education tax credits amounting to approximately \$2.5 million. We have no data to assess the amount of additional donations which might be made under this bill, but we anticipate that the additional amount will be a small fraction of the current credits.

**Expenditures:** The Department of Revenue does not anticipate any additional expenditures resulting from this bill.