

FISCAL NOTE

STATE OF ALASKA
2010 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: SB 245
 (S) Publish Date: 4/6/10

Identifier (file name): SB245-REV-TAX-03-26-10 Dept. Affected: Revenue
 Title: Salmon Product Development Tax Credit RDU: Taxation and Treasury
 Sponsor: Senate Finance Committee Component: Tax Division
 Requester: _____ Component Number: 2476

Expenditures/Revenues (Thousands of Dollars)

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

OPERATING EXPENDITURES	Appropriation Required	Information					
	FY 2011	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016
Personal Services							
Travel							
Contractual							
Supplies							
Equipment							
Land & Structures							
Grants & Claims							
Miscellaneous							
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES							
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CHANGE IN REVENUES ()	0.0	0.0	0.0	0.0	0.0	(2,400.0)	(2,400.0)
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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 Interagency Receipts							
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2010) cost: _____

POSITIONS

Full-time							
Part-time							
Temporary							

ANALYSIS: (Attach a separate page if necessary)

See Attached.

Prepared by: Tim Cottongim, Revenue Audit Supervisor
 Division: Tax Division
 Approved by: Ginger Blaisdell, Director
Administrative Services Division

Phone: (907) 465-3695
 Date/Time: 03-26-10; 12:41pm
 Date: 03-26-10; 2:36pm

FISCAL NOTE #1

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BILL NO. SB 245

ANALYSIS CONTINUATION

Bill Language:

This bill extends the existing salmon product development tax credit, for investment in processing equipment used to produce value-added salmon products, by four years through 2015. The salmon product development tax credit allows taxpayers to take a credit against their fisheries business tax liability for 50% of qualified investment in new value-added salmon processing equipment. Credits may be applied against 50% of the fisheries business tax liability on salmon processed in Alaska in the year generated and the three subsequent years .

Revenues:

Although it is difficult to determine the number of taxpayers who would take advantage of this tax credit, the DOR would expect reduced fisheries business tax collections in the years added. The department would expect the fisheries business tax to decrease by \$2.4 million for each additional year the credit is extended.

Expenditures:

The provisions of this bill could be implemented with existing state resources. No additional personnel or resources would be needed.