

FISCAL NOTE

STATE OF ALASKA cost # codes
 2012 LEGISLATIVE SESSION

Bill Version HCS CSSB 136(FIN)
 Fiscal Note Number 3
 Publish Date 4/15/12 (H)

Identifier (file name) SB136CS(FIN)-DOR-TAX-04-14-12 Dept. Affected Revenue
 Title Income Tax Credit for Employing a Veteran Appropriation Taxation and Treasury
 Allocation Tax Division
 Sponsor Senator Wielechowski, et al
 Requester House Finance OMB Component Number 2476

Expenditures/Revenues (Thousands of Dollars)

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

	FY13 Appropriation Requested	Included in Governor's FY13 Request	Out-Year Cost Estimates				
			FY14	FY15	FY16	FY17	FY18
OPERATING EXPENDITURES	FY13	FY13	FY14	FY15	FY16	FY17	FY18
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants, Benefits							
Miscellaneous							
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0	0.0

FUND SOURCE (Thousands of Dollars)

1002	Federal Receipts						
1003	GF Match						
1004	GF						
1005	GF/Prgm (DGF)						
1037	GF/MH (UGF)						
1178	temp code (UGF)						
TOTAL		0.0	0.0	0.0	0.0	0.0	0.0

POSITIONS

Full-time							
Part-time							
Temporary							

CHANGE IN REVENUES	***	0.0	***	***	***	***	***
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Estimated SUPPLEMENTAL (FY12) operating costs _____ (separate supplemental appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY13) costs _____ (separate capital appropriation required)
 (discuss reasons and fund source(s) in analysis section)

Why this fiscal note differs from previous version (if initial version, please note as such)

Updated to reflect a credit of \$3,000 for employing a disabled veteran and a credit of \$1,000 for employing a veteran in a seasonal position.

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Department of Revenue

Phone (907) 269-6628
 Date/Time 4/14/2012 4:00 p.m.
 Date 4/14/2012

FISCAL NOTE #3

STATE OF ALASKA
2012 LEGISLATIVE SESSION

BILL NO. HCS CSSB 136(FIN)

Analysis

Bill Language:

This bill provides a credit against the Alaska corporate income tax of \$2,000 for each veteran who is hired and works 1,560 hours or more during the 12 consecutive months immediately following the date the veteran is first employed in the state. The credit is increased to \$3,000 if the corporation hires a disabled veteran. The bill also allows a credit of \$1,000 for each veteran employed for 600 hours or more in a seasonal position. In all cases, the veteran must have been unemployed for more than four weeks immediately preceding the date of employment. To be eligible for the credit, the disabled veteran must have been honorably discharged from any branch of the armed forces no more than ten years prior to employment; all other veterans must have been honorably discharged no more than two years prior to employment.

Revenues:

It is difficult to determine how many Alaska veterans will be hired as a result of this legislation and, therefore, difficult to determine its affect on corporate income tax revenues. However, for each Alaska veteran hired in the state that meets the requirements of the bill, corporate income tax will decrease by no less than \$1,000 and no more than \$3,000.

Expenditures:

The Department of Revenue can administer the provisions of this bill with existing resources.