

SENATE BILL NO. 7

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-EIGHTH LEGISLATURE - FIRST SESSION

BY SENATORS GIESSEL, Egan

Introduced: 1/16/13

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to the computation of the tax on the taxable income of a corporation
2 derived from sources within the state."

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

4 * **Section 1.** AS 43.20.011(e) is amended to read:

5 (e) There is imposed for each taxable year upon the entire taxable income of
6 every corporation derived from sources within the state a tax computed as follows:

7	If the taxable income is:	Then the tax is:
8	Less than <u>\$25,000</u> [\$10,000]	1 percent of the taxable income
9	<u>\$25,000</u> [\$10,000] but less than	<u>\$250</u> [\$100] plus 2 percent of the
10	<u>\$49,000</u> [\$20,000]	taxable income over <u>\$25,000</u>
11		[\$10,000]
12	<u>\$49,000</u> [\$20,000] but less than	<u>\$730</u> [\$300] plus 3 percent of the
13	<u>\$74,000</u> [\$30,000]	taxable income over <u>\$49,000</u>
14		[\$20,000]

1	<u>\$74,000</u> [\$30,000] but less than	<u>\$1,480</u> [\$600] plus 4 percent of the
2	<u>\$99,000</u> [\$40,000]	taxable income over <u>\$74,000</u>
3		[\$30,000]
4	<u>\$99,000</u> [\$40,000] but less than	<u>\$2,480</u> [\$1,000] plus 5 percent of the
5	<u>\$124,000</u> [\$50,000]	taxable income over <u>\$99,000</u>
6		[\$40,000]
7	<u>\$124,000</u> [\$50,000] but less than	<u>\$3,730</u> [\$1,500] plus 6 percent of the
8	<u>\$148,000</u> [\$60,000]	taxable income over <u>\$124,000</u>
9		[\$50,000]
10	<u>\$148,000</u> [\$60,000] but less than	<u>\$5,170</u> [\$2,100] plus 7 percent of the
11	<u>\$173,000</u> [\$70,000]	taxable income over <u>\$148,000</u>
12		[\$60,000]
13	<u>\$173,000</u> [\$70,000] but less than	<u>\$6,920</u> [\$2,800] plus 8 percent of the
14	<u>\$198,000</u> [\$80,000]	taxable income over <u>\$173,000</u>
15		[\$70,000]
16	<u>\$198,000</u> [\$80,000] but less than	<u>\$8,920</u> [\$3,600] plus 9 percent of the
17	<u>\$222,000</u> [\$90,000]	taxable income over <u>\$198,000</u>
18		[\$80,000]
19	<u>\$222,000</u> [\$90,000] or more	<u>\$11,080</u> [\$4,500] plus 9.4 percent of
20		the taxable income over <u>\$222,000</u>
21		[\$90,000].

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

24 APPLICABILITY. AS 43.20.011(e), as amended by sec. 1 of this Act, applies to the
 25 taxable income of a corporation derived from sources within the state during a taxable year
 26 that begins on or after the effective date of this Act.