

SENATE BILL NO. 7 am

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-EIGHTH LEGISLATURE - FIRST SESSION

BY SENATORS GIESSEL, Egan, Wielechowski, French, Dyson, McGuire, Bishop, Fairclough, Meyer, Micciche, Dunleavy, Kelly

REPRESENTATIVE Kawasaki

Amended: 2/27/13
Introduced: 1/16/13

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]	<u>zero</u> [1 PERCENT OF THE
9		TAXABLE INCOME]
10	<u>\$25,000</u> [\$10,000] but less than	<u>\$250</u> [\$100] plus 2 percent of the
11	<u>\$49,000</u> [\$20,000]	taxable income over <u>\$25,000</u>
12		[\$10,000]
13	<u>\$49,000</u> [\$20,000] but less than	<u>\$730</u> [\$300] plus 3 percent of the
14	<u>\$74,000</u> [\$30,000]	taxable income over <u>\$49,000</u>

1		[\$20,000]
2	<u>\$74,000</u> [\$30,000] but less than	<u>\$1,480</u> [\$600] plus 4 percent of the
3	<u>\$99,000</u> [\$40,000]	taxable income over <u>\$74,000</u>
4		[\$30,000]
5	<u>\$99,000</u> [\$40,000] but less than	<u>\$2,480</u> [\$1,000] plus 5 percent of the
6	<u>\$124,000</u> [\$50,000]	taxable income over <u>\$99,000</u>
7		[\$40,000]
8	<u>\$124,000</u> [\$50,000] but less than	<u>\$3,730</u> [\$1,500] plus 6 percent of the
9	<u>\$148,000</u> [\$60,000]	taxable income over <u>\$124,000</u>
10		[\$50,000]
11	<u>\$148,000</u> [\$60,000] but less than	<u>\$5,170</u> [\$2,100] plus 7 percent of the
12	<u>\$173,000</u> [\$70,000]	taxable income over <u>\$148,000</u>
13		[\$60,000]
14	<u>\$173,000</u> [\$70,000] but less than	<u>\$6,920</u> [\$2,800] plus 8 percent of the
15	<u>\$198,000</u> [\$80,000]	taxable income over <u>\$173,000</u>
16		[\$70,000]
17	<u>\$198,000</u> [\$80,000] but less than	<u>\$8,920</u> [\$3,600] plus 9 percent of the
18	<u>\$222,000</u> [\$90,000]	taxable income over <u>\$198,000</u>
19		[\$80,000]
20	<u>\$222,000</u> [\$90,000] or more	<u>\$11,080</u> [\$4,500] plus 9.4 percent of
21		the taxable income over <u>\$222,000</u>
22		[\$90,000].

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

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