SENATE BILL NO. 13

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-SECOND LEGISLATURE - FIRST SESSION

BY SENATOR BEGICH

Introduced: 1/22/21
Referred: Community & Regional Affairs, Resources, Finance

A BILL

FOR AN ACT ENTITLED

"An Act relating to oil and gas exploration, production, and pipeline transportation property taxes; and providing for an effective date."

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

*** Section 1.** AS 43.56.010(a) is amended to read:

(a) An annual tax [OF 20 MILLS] is levied each tax year

(1) beginning January 1, 1974, **of 20 mills** on the full and true value of taxable property taxable under this chapter**; and**

(2) beginning January 1, 2022, of 10 mills, in addition to the tax under (1) of this subsection, on the full and true value of taxable property taxable under this chapter.

*** Sec. 2.** AS 43.56.010(d) is amended to read:

(d) A tax paid to a municipality under AS 29.45.080 or former AS 29.53.045 on or before June 30 of the tax year shall be credited against the tax levied under **(a)(1)** [(a)] of this section for that tax year. If, however, a tax is not paid to a municipality until after June 30 of the taxable year, the department**,** upon application**,** shall refund to the taxpayer the amount of tax paid to the municipality under AS 29.45.080 or former AS 29.53.045. The credit or refund of taxes paid to a municipality may not exceed the total amount of tax levied by the department **on** [UPON] the taxpayer for the tax year [,] under **(a)(1)** [(a)] of this section.

*** Sec. 3.** AS 43.56.010 is amended by adding new subsections to read:

(e) The department shall separately account for the taxes collected under (a)(2) of this section. The annual estimated balance of the account may be appropriated by the legislature as follows:

(1) 50 percent to the Alaska capital income fund under AS 37.05.565;

(2) 25 percent to reimburse municipalities for real property tax revenue lost because of an exemption required by AS 29.45.030(e);

(3) 25 percent to the Alaska higher education investment fund under AS 37.14.750.

(f) Nothing in this section creates a dedicated fund.

*** Sec. 4.** This Act takes effect January 1, 2022.