

**SENATE BILL NO. 96**

IN THE LEGISLATURE OF THE STATE OF ALASKA  
THIRTY-FOURTH LEGISLATURE - FIRST SESSION

**BY THE SENATE RULES COMMITTEE**

**Introduced: 2/12/25**

**Referred: Labor & Commerce, Finance**

**A BILL**

**FOR AN ACT ENTITLED**

1 **"An Act relating to education tax credits for certain payments and contributions for**  
2 **child care and child care facilities; relating to the insurance tax education credit, the**  
3 **income tax education credit, the oil or gas producer education credit, the property tax**  
4 **education credit, the mining business education credit, the fisheries business education**  
5 **credit, and the fisheries resource landing tax education credit; providing for an effective**  
6 **date by amending the effective date of secs. 1, 2, and 21, ch. 61, SLA 2014; and providing**  
7 **for an effective date."**

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

9 \* **Section 1.** AS 21.96.070(a) is amended by adding new paragraphs to read:

10 (11) expenditures made to operate a child care facility in the state for  
11 the children of the taxpayer's employees;

12 (12) contributions of cash or equipment accepted by a child care  
13 facility in the state operated by a nonprofit corporation and attended by one or more

1 children of the taxpayer's employees; and

2 (13) a payment to an employee of the taxpayer made by the taxpayer  
3 for the purpose of offsetting the employee's child care costs incurred in the state.

4 \* **Sec. 2.** AS 21.96.070 is amended by adding a new subsection to read:

5 (i) Beginning January 1, 2030, and every five years thereafter, the Department  
6 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)  
7 of this section for inflation, using 100 percent of the change over the preceding five  
8 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,  
9 compiled by the Bureau of Labor Statistics, United States Department of Labor.

10 \* **Sec. 3.** AS 43.20.014(a) is amended by adding new paragraphs to read:

11 (17) expenditures made to operate a child care facility in the state for  
12 the children of the taxpayer's employees;

13 (18) contributions of cash or equipment accepted by a child care  
14 facility in the state operated by a nonprofit corporation and attended by one or more  
15 children of the taxpayer's employees; and

16 (19) a payment to an employee of the taxpayer made by the taxpayer  
17 for the purpose of offsetting the employee's child care costs incurred in the state.

18 \* **Sec. 4.** AS 43.20.014 is amended by adding a new subsection to read:

19 (i) Beginning January 1, 2030, and every five years thereafter, the Department  
20 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)  
21 of this section for inflation, using 100 percent of the change over the preceding five  
22 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,  
23 compiled by the Bureau of Labor Statistics, United States Department of Labor.

24 \* **Sec. 5.** AS 43.55.019(a) is amended by adding new paragraphs to read:

25 (12) expenditures made to operate a child care facility in the state for  
26 the children of the producer's employees;

27 (13) contributions of cash or equipment accepted by a child care  
28 facility in the state operated by a nonprofit corporation and attended by one or more  
29 children of the producer's employees; and

30 (14) a payment to an employee of the producer made by the producer  
31 for the purpose of offsetting the employee's child care costs incurred in the state.

1 \* **Sec. 6.** AS 43.55.019 is amended by adding a new subsection to read:

2 (j) Beginning January 1, 2030, and every five years thereafter, the Department  
3 of Labor and Workforce Development shall adjust the limit under (d) of this section  
4 for inflation, using 100 percent of the change over the preceding five calendar years in  
5 the Consumer Price Index for all urban consumers for urban Alaska, compiled by the  
6 Bureau of Labor Statistics, United States Department of Labor.

7 \* **Sec. 7.** AS 43.56.018(a) is amended by adding new paragraphs to read:

8 (12) expenditures made to operate a child care facility in the state for  
9 the children of the property owner's employees;

10 (13) contributions of cash or equipment accepted by a child care  
11 facility in the state operated by a nonprofit corporation and attended by one or more  
12 children of the property owner's employees; and

13 (14) a payment to an employee of the property owner made by the  
14 owner for the purpose of offsetting the employee's child care costs incurred in the  
15 state.

16 \* **Sec. 8.** AS 43.56.018 is amended by adding a new subsection to read:

17 (i) Beginning January 1, 2030, and every five years thereafter, the department  
18 shall adjust the dollar limit on credits under (d) of this section for inflation, using 100  
19 percent of the change over the preceding five calendar years in the Consumer Price  
20 Index for all urban consumers for urban Alaska, compiled by the Bureau of Labor  
21 Statistics, United States Department of Labor.

22 \* **Sec. 9.** AS 43.65.018(a) is amended by adding new paragraphs to read:

23 (17) expenditures made to operate a child care facility in the state for  
24 the children of the person's employees;

25 (18) contributions of cash or equipment accepted by a child care  
26 facility in the state operated by a nonprofit corporation and attended by one or more  
27 children of the person's employees; and

28 (19) a payment to an employee of the person's business made by the  
29 person for the purpose of offsetting the employee's child care costs incurred in the  
30 state.

31 \* **Sec. 10.** AS 43.65.018 is amended by adding a new subsection to read:

1 (i) Beginning January 1, 2030, and every five years thereafter, the department  
 2 shall adjust the dollar limit on credits under (d) of this section for inflation, using 100  
 3 percent of the change over the preceding five calendar years in the Consumer Price  
 4 Index for all urban consumers for urban Alaska, compiled by the Bureau of Labor  
 5 Statistics, United States Department of Labor.

6 \* **Sec. 11.** AS 43.75.018(a) is amended by adding new paragraphs to read:

7 (17) expenditures made to operate a child care facility in the state for  
 8 the children of the person's employees;

9 (18) contributions of cash or equipment accepted by a child care  
 10 facility in the state operated by a nonprofit corporation and attended by one or more  
 11 children of the person's employees; and

12 (19) a payment to an employee of the person's business made by the  
 13 person for the purpose of offsetting the employee's child care costs incurred in the  
 14 state.

15 \* **Sec. 12.** AS 43.75.018 is amended by adding a new subsection to read:

16 (i) Beginning January 1, 2030, and every five years thereafter, the Department  
 17 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)  
 18 of this section for inflation, using 100 percent of the change over the preceding five  
 19 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,  
 20 compiled by the Bureau of Labor Statistics, United States Department of Labor.

21 \* **Sec. 13.** AS 43.77.045(a) is amended by adding new paragraphs to read:

22 (17) expenditures made to operate a child care facility in the state for  
 23 the children of the person's employees;

24 (18) contributions of cash or equipment accepted by a child care  
 25 facility in the state operated by a nonprofit corporation and attended by one or more  
 26 children of the person's employees; and

27 (19) a payment to an employee of the person's business made by the  
 28 person for the purpose of offsetting the employee's child care costs incurred in the  
 29 state.

30 \* **Sec. 14.** AS 43.77.045 is amended by adding a new subsection to read:

31 (i) Beginning January 1, 2030, and every five years thereafter, the Department

1 of Labor and Workforce Development shall adjust the dollar limit on credits under (d)  
2 of this section for inflation, using 100 percent of the change over the preceding five  
3 calendar years in the Consumer Price Index for all urban consumers for urban Alaska,  
4 compiled by the Bureau of Labor Statistics, United States Department of Labor.

5 \* **Sec. 15.** AS 21.96.070(a)(8), 21.96.070(a)(9), 21.96.070(a)(10), 21.96.070(g);  
6 AS 43.20.014(a)(14), 43.20.014(a)(15), 43.20.014(a)(16), 43.20.014(g); AS 43.55.019(a)(9),  
7 43.55.019(a)(10), 43.55.019(a)(11), 43.55.019(h); AS 43.56.018(a)(9), 43.56.018(a)(10),  
8 43.56.018(a)(11), 43.56.018(g); AS 43.65.018(a)(14), 43.65.018(a)(15), 43.65.018(a)(16),  
9 43.65.018(g); AS 43.75.018(a)(14), 43.75.018(a)(15), 43.75.018(a)(16), 43.75.018(g);  
10 AS 43.77.045(a)(14), 43.77.045(a)(15), 43.77.045(a)(16), and 43.77.045(g) are repealed.

11 \* **Sec. 16.** The uncodified law of the State of Alaska is amended by adding a new section to  
12 read:

13 **RETROACTIVITY.** This Act is retroactive to July 23, 2024.

14 \* **Sec. 17.** Section 50, ch. 15, SLA 2024, is repealed.

15 \* **Sec. 18.** Section 37, ch. 61, SLA 2014, as amended by sec. 40, ch. 101, SLA 2018, and  
16 sec. 30, ch. 4, SLA 2024, is amended to read:

17 Sec. 37. Sections 1, 2, and 21, ch. 61, SLA 2014, take effect January 1, **2028**

18 [2029].

19 \* **Sec. 19.** This Act takes effect immediately under AS 01.10.070(c).