



LAWS OF ALASKA

2025

Source
SB 96

Chapter No.

AN ACT

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

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

THE ACT FOLLOWS ON PAGE 1

AN ACT

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

7

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

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

11 (12) contributions of cash or equipment accepted by a child care
12 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).