

*Original*

IN THE HOUSE

BY MR. EASTAUGH

HOUSE BILL NO. 54

IN THE LEGISLATURE OF THE TERRITORY OF ALASKA

TWENTY-FIRST SESSION

A BILL

For an Act entitled: "An Act to Amend Chapter 115, Session Laws of Alaska 1949, as amended by Chapter 132, Session Laws of Alaska 1951, The Alaska Net Income Tax Law, by exempting therefrom in certain instances the income derived from the industrial production of Alaska's natural resources; ~~and,~~ ~~declaring an emergency.~~"

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

Section 1. All income derived from the industrial production, manufacture, reduction, mining, processing, and other preparation of natural resources in the territory is hereby exempted from the provisions of, and the payment of the tax levied by, Chapter 115, Session Laws of Alaska 1949, as amended by Chapter 132, Session Laws of Alaska 1951, for a period of three and one-half years from the day whereon such production, manufacture, reduction, mining, processing, and other preparation first begins; Provided, this exemption shall be limited to income derived from capital investment which did not reach the stage of production, manufacture, reduction, mining, processing, and other preparation of natural resources prior to January 1, 1953; Provided, further, this exemption shall not apply to expansion, enlargement, augmentation, or alteration of such operations in effect prior to January 1, 1953, except that such

*operated etc.* - 1 -

H. B. No. 54 as amended

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expanded, enlarged, augmented, or altered operation result in new industrial utilization of natural resources in Alaska.

Section 2. This Act is intended to promote the economic welfare of Alaska and induce the investment of capital in the industrial use and development of Alaska's natural resources and to off-set the risk of investing capital therein, and shall be liberally construed.

~~Section 3. An emergency is hereby declared to exist and this act shall take effect immediately upon its passage and approval.~~