

1 IN THE SENATE

BY RULES COMMITTEE
BY REQUEST OF THE LEGISLATIVE COUNCIL

2 SENATE BILL NO. 9

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIRST LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act pertaining to the Alaska Net Income
7 Tax; amending Subsection B of Section 8,
8 Chapter 115, SLA 1949, as amended by
9 Chapter 188, SLA 1955; and declaring an
10 effective date."

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

12 Section 1. Subsection B of Section 8, Chapter 115, SLA 1949
13 as amended by Chapter 188, SLA 1955 is hereby amended to read as
14 follows:

15 B. REQUIREMENT OF WITHHOLDING. Every employer making
16 payment of wages or salaries shall deduct and withhold a
17 tax in the amount of fourteen ~~TWELVE AND ONE-HALF~~ percent
18 of the tax deducted and withheld under the provisions of
19 subchapter (D), Chapter 9 of the Internal Revenue Code,
20 except that in the case of employees whose wage or salary
21 includes a cost-of-living allowance which is exempt from
22 the Federal income tax, the amount to be deducted and
23 withheld hereunder shall be determined as if such cost-of-
24 living allowance had not been so exempt. Every employer
25 making a deduction and withholding as outlined above, shall
26 furnish to the employee upon request a record of the amount
27 of tax withheld from such employee on forms to be prescribed,
28 prepared and furnished by the Tax Commissioner.

29 Sec. 2. This Act shall take immediate effect upon its

1 passage and approval, or on its becoming law without such
2 approval.

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SB #9