

Introduced: 2/21/67
Referred: Commerce, Local
Government and Finance

1 IN THE HOUSE

BY GUNES, BRADNER, GETMAN,
HORDMAN, KENTTOLA, RAY AND SEE

2 HOUSE BILL NO. 215

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act to phase out the Alaska Business License Tax."

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

8 * Section 1. AS 43.70.030 is repealed and re-enacted to read:

9 Sec. 43.70.030. LEVY AND COMPUTATION OF LICENSE FEE. (a) From
10 January 1, 1967, through December 31, 1967, the license fee for each
11 business is \$18 plus a sum equal to 75 per cent of one-half of one per
12 cent of the gross receipts in excess of \$20,000 from the business for
13 the period January 1, 1967, through December 31, 1967, except that all
14 gross volume in excess of \$100,000 during the year is taxed at 75 per
15 cent of one-quarter of one per cent.

16 (b) From January 1, 1968, through December 31, 1968, the license
17 fee for each business is \$12 plus a sum equal to 50 per cent of one-
18 half of one per cent of the gross receipts in excess of \$20,000 from
19 the business for the period January 1, 1968, through December 31, 1968,
20 except that all gross volume in excess of \$100,000 during the year is
21 taxed at 50 per cent of one-quarter of one per cent.

22 (c) From January 1, 1969, through December 31, 1969, the license
23 fee for each business is \$6 plus a sum equal to 25 per cent of one-half
24 of one per cent of the gross receipts in excess of \$20,000 from the
25 business for the period January 1, 1969, through December 31, 1969,
26 except that all gross volume in excess of \$100,000 during the year is
27 taxed at 25 per cent of one-quarter of one per cent.

28 (d) The license fee for each national bank and state bank, trust
29 company and savings and loan association is one and one-half per cent,

one per cent, and one-half of one percent, respectively for the calendar years 1967, 1968, and 1969. Net income means the taxable income of each such taxpayer before net operating loss deduction and special deductions, computed as required under the Internal Revenue Code of the United States and includes all other income including income from federal, state or municipal obligations. Each of these taxpayers shall submit a copy of the income tax return which it files with the United States Collector of Internal Revenue and shall notify the commissioner of revenue in writing of any alteration or modification of the federal income tax return and of a recomputation of tax or determination of deficiency. The taxpayer who files his federal return on a fiscal year basis shall in addition submit a statement setting out all information which would be required and reported in a federal income tax return prepared for the calendar year. This statement shall be in the same form as a federal income tax return and the net income shall be computed as required under the Internal Revenue Code. The statement shall be submitted to the commissioner of revenue before the sixteenth day of April after the close of the calendar year.

(e) The license for the privilege of taking orders through use of catalogs and by mail order offices in the state is the same as set out in this chapter for business generally and gross volume of business of those offices includes all orders taken at them whether delivery of the merchandise is made through the offices or not.

(f) The initial fee applies to all of the provisions of this section, and shall accompany the application. The balance is due and payable on December 31 of each year and shall be paid before the first day of March following, except that the department may extend the time until the 30th of the following April upon application showing that the extension is necessary to enable the applicant to ascertain the amount

1 of license money due. To enable accurate determination of the balance
2 of the tax due at the end of each year, each person to whom this
3 chapter applies shall keep records, give statements under oath, and
4 make returns which the department requires. Returns are made under
5 penalty of perjury.

6 (g) No taxpayer is liable to pay the Alaska Business License Tax
7 on gross receipts from a business after midnight, December 31, 1969.

8 * Sec. 2. AS 43.70 is amended by adding a new section to read:

9 Sec. 43.70.120. REPEALER. This chapter is repealed as of
10 January 1, 1970.