

Introduced: 4/21/70
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 HOUSE CONCURRENT RESOLUTION NO. 64

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 Relating to the inequitable allocation
6 of the Alaska Business License Tax
7 refund to the City of Kenai.

8 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 WHEREAS many communities in Alaska have had to expend great sums of
10 money to provide the facilities and services which became necessary as a
11 result of the development of the petroleum industry in their areas; and

12 WHEREAS, because of the great expenses which must be met by local govern-
13 ments in impact areas, it is essential that they receive their fair share
14 of all revenues available; and

15 WHEREAS one important source of revenue for any community is the Alaska
16 Business License Tax refund provided for under AS 43.70.080; and

17 WHEREAS one community which has been particularly hard hit by the
18 economic impact accompanying the petroleum industry is the City of Kenai;
19 and

20 WHEREAS the City of Kenai has not received its equitable portion of the
21 tax refund provided for under AS 43.70.080 because, while many firms do
22 business in Kenai, they pay their tax in larger cities where the home offices
23 are located; and

24 WHEREAS this inequitable allocation of the tax refund for the period
25 from 1966 to 1969 has cost the City of Kenai \$53,171 in lost revenues;

26 BE IT RESOLVED that the Governor is respectfully requested to direct the
27 Department of Revenue to conduct an audit for the years 1966 - 1969 and re-
28 allocate tax funds which should have been received by the City of Kenai.

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