

Introduced: 2/2/70
Referred: State Affairs
and Finance

1 IN THE SENATE

BY HAMMOND

2 SENATE BILL NO. 449

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE -- SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to income tax credits against personal
7 income; and providing for an effective date."

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

9 * Section 1. AS 43.20 is amended by adding a new section to read:

10 Sec. 43.20.015. PERSONAL INCOME TAX CREDITS. (a) For taxable
11 years ending on or after January 1, 1970, the legislature may declare,
12 for the then current calendar year that there shall be allowed to
13 residents of the state a tax credit against the income tax imposed
14 under sec. 10(a) of this chapter on the net incomes of resident
15 individuals. Tax credits declared under this section are contingent
16 upon legislative appropriation.

17 (b) The tax credit allowed under this section is an amount equal
18 to the combined number of years of continuous residency in the state
19 of a resident taxpayer and those persons he claims as personal exemp-
20 tions multiplied by an amount not to exceed \$10. The dollar amount
21 shall be determined by the legislature when it declares a tax credit
22 and makes an appropriation under this section. A refund shall be
23 allowed to the extent that the tax credit exceeds the income tax payable
24 by the resident individual for the taxable year. If a resident indivi-
25 dual is not required to file a return under this chapter, he may file
26 for and receive the tax credit refund in the same manner as a resident
27 individual who must file a return.

28 (c) An individual who is claimed as a personal exemption on
29 another individual's return is not entitled to a tax credit or refund

1 for himself. If a tax credit or refund is claimed on more than one
2 return for the same individual, the department shall determine the
3 individual entitled to claim the tax credit or refund under this
4 section.

5 (d) In order to be eligible for a tax credit or refund under
6 this section, an individual shall have been a resident of the state
7 for at least the 12 full months of the tax year. Years of residency,
8 for the purpose of determining the tax credit under this section, is
9 the number of full calendar years of continuous residency of an indivi-
10 dual.

11 * Sec. 2. This Act takes effect on the day after its passage and approval
12 or on the day it becomes law without approval.