

Introduced: 5/8/75
Referred: Community &
Regional Affairs and Finance

1 IN THE HOUSE

BY PARR

2 HOUSE BILL NO. 490

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act authorizing a borough or city tax on net income
7 in place of property and sales tax levies."

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

9 * Section 1. AS 29.53 is amended by adding a new section to read:

10 ARTICLE 6. MUNICIPAL TAX ON NET INCOME.

11 Sec. 29.53.500. TAX ON NET INCOME. (a) A municipality not levy-
12 ing both a sales tax and a property tax may levy a tax upon the same
13 tax sources as are authorized for levy under the Alaska Net Income Tax
14 Act (AS 43.20).

15 (b) The tax authorized under (a) of this section shall be col-
16 lected, enforced and otherwise administered by the Department of Revenue
17 in the same manner as the Alaska net income tax and shall be refunded to
18 the municipality, less costs of administration not to exceed two per
19 cent of the amount collected for the municipality.

20 * Sec. 2. AS 43.20.290 is amended to read:

21 Sec. 43.20.290. [EXCLUSIVE] STATE AUTHORITY. No tax may be levied
22 and collected upon the net income of resident or nonresident individuals
23 by a general law city or by a home rule city or any other political
24 subdivision of the state except as provided by AS 29.53.500.

25 * Sec. 3. AS 29.13.100 is amended by adding a new paragraph to read:

26 (36) AS 29.53.500 (borough or city tax on net income)
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