

1 IN THE HOUSE

BY FREEMAN

2 HOUSE BILL NO. 23

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act reducing the tax rates on individuals under the
7 Alaska Net Income Tax Act."

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

9 * Section 1. AS 43.20.011(a), (b) and (c) are amended to read:

10 (a) There is imposed for each taxable year upon the taxable in-
11 come of every resident, nonresident and part-year resident individual
12 and fiduciary of the state, except those qualifying for the rates in
13 (b) or (c) of this section, taxes computed as follows: for taxable
14 years ending before January 1, 1978, the tax is 400 per cent of the
15 amount of tax computed according to the following table; for taxable
16 years ending between January 1, 1978, and January 1, 1979, 300 per cent;
17 and for taxable years ending after January 1, 1979, 100 per cent
18 [ACCORDING TO THE FOLLOWING TABLE].

19 If the taxable income is:	Then the tax is:
20 Not over \$2,000	0.750 [3] per cent of the taxable income
21 Over \$2,000 but not over 22 \$4,000	\$15 [\$60] plus 0.875 [3.5] per cent of excess over \$2,000
23 Over \$4,000 but not over 24 \$6,000	\$32 [\$130] plus 1.000 [4.0] per cent of excess over \$4,000
25 Over \$6,000 but not over 26 \$8,000	\$52 [\$210] plus 1.250 [5.0] per cent of excess over \$6,000
27 Over \$8,000 but not over 28 \$10,000	\$77 [\$310] plus 1.375 [5.5] per cent of excess over \$8,000
29 Over \$10,000 but not over	\$105 [\$420] plus 1.500 [6.0] per cent of

1	\$12,000	excess over \$10,000
2	Over \$12,000 but not over	<u>\$135</u> [\$540] plus <u>1.750</u> [7.0] per cent of
3	\$14,000	excess over \$12,000
4	Over \$14,000 but not over	<u>\$170</u> [\$680] plus <u>1.875</u> [7.5] per cent of
5	\$16,000	excess over \$14,000
6	Over \$16,000 but not over	<u>\$207</u> [\$830] plus <u>2.000</u> [8.0] per cent of
7	\$18,000	excess over \$16,000
8	Over \$18,000 but not over	<u>\$247</u> [\$990] plus <u>2.125</u> [8.5] per cent of
9	\$20,000	excess over \$18,000
10	Over \$20,000 but not over	<u>\$290</u> [\$1,160] plus <u>2.250</u> [9.0] per cent of
11	\$22,000	excess over \$20,000
12	Over \$22,000 but not over	<u>\$335</u> [\$1,340] plus <u>2.375</u> [9.5] per cent of
13	\$26,000	excess over \$22,000
14	Over \$26,000 but not over	<u>\$430</u> [\$1,720] plus <u>2.500</u> [10.0] per cent
15	\$32,000	of excess over \$26,000
16	Over \$32,000 but not over	<u>\$580</u> [\$2,320] plus <u>2.625</u> [10.5] per cent
17	\$38,000	of excess over \$32,000
18	Over \$38,000 but not over	<u>\$737</u> [\$2,950] plus <u>2.750</u> [11.0] per cent
19	\$44,000	of excess over \$38,000
20	Over \$44,000 but not over	<u>\$902</u> [\$3,610] plus <u>2.875</u> [11.5] per cent
21	\$50,000	of excess over \$44,000
22	Over \$50,000 but not over	<u>\$1,075</u> [\$4,300] plus <u>3.000</u> [12.0] per cent
23	\$60,000	of excess over \$50,000
24	Over \$60,000 but not over	<u>\$1,375</u> [\$5,500] plus <u>3.125</u> [12.5] per cent
25	\$70,000	of excess over \$60,000
26	Over \$70,000 but not over	<u>\$1,687</u> [\$6,750] plus <u>3.250</u> [13.0] per cent
27	\$80,000	of excess over \$70,000
28	Over \$80,000 but not over	<u>\$2,012</u> [\$8,050] plus <u>3.375</u> [13.5] per cent
29	\$90,000	of excess over \$80,000

1	Over \$90,000 but not over	<u>\$2,350</u> [\$9,400] plus <u>3.500</u> [14.0] per
2	\$100,000	cent of excess over \$90,000
3	Over \$100,000 but not over	<u>\$2,700</u> [\$10,800] plus <u>3.500</u> [14.0] per
4	\$150,000	cent of excess over \$100,000
5	Over \$150,000 but not over	<u>\$4,450</u> [\$17,800] plus <u>3.625</u> [14.5] per
6	\$200,000	cent of excess over \$150,000
7	Over \$200,000	<u>\$6,262</u> [\$25,050] plus <u>3.625</u> [14.5] per
8		cent of excess over \$200,000

9 (b) There is imposed for each taxable year upon the taxable in-
10 come of every resident, nonresident and part-year resident married
11 individual who makes a single return jointly with his spouse (as pro-
12 vided in section 6013 of the Internal Revenue Code) and upon every
13 resident, nonresident and part-year resident surviving spouse (as
14 defined in section 2(a) of the Internal Revenue Code) taxes computed
15 as follows: for taxable years ending before January 1, 1978, the tax
16 is 400 per cent of the amount of tax computed according to the follow-
17 ing table; for taxable years ending between January 1, 1978, and January
18 1, 1979, 300 per cent; and for taxable years ending after January 1,
19 1979, 100 per cent [ACCORDING TO THE FOLLOWING TABLE].

20	If the taxable income is:	Then the tax is:
21	Not over \$4,000	<u>0.750</u> [3] per cent of the taxable income
22	Over \$4,000 but not over	<u>\$30</u> [\$120] plus <u>0.875</u> [3.5] per cent of
23	\$8,000	excess over \$4,000
24	Over \$8,000 but not over	<u>\$65</u> [\$260] plus <u>1.000</u> [4.0] per cent of
25	\$12,000	excess over \$8,000
26	Over \$12,000 but not over	<u>\$105</u> [\$420] plus <u>1.250</u> [5.0] per cent of
27	\$16,000	excess over \$12,000
28	Over \$16,000 but not over	<u>\$155</u> [\$620] plus <u>1.375</u> [5.5] per cent of
29	\$20,000	excess over \$16,000

1	Over \$20,000 but not over	<u>\$210</u> [\$840] plus <u>1.500</u> [6.0] per cent of
2	\$24,000	excess over \$20,000
3	Over \$24,000 but not over	<u>\$270</u> [\$1,080] plus <u>1.750</u> [7.0] per cent
4	\$28,000	of excess over \$24,000
5	Over \$28,000 but not over	<u>\$340</u> [\$1,360] plus <u>1.875</u> [7.5] per cent
6	\$32,000	of excess over \$28,000
7	Over \$32,000 but not over	<u>\$415</u> [\$1,660] plus <u>2.000</u> [8.0] per cent
8	\$36,000	of excess over \$32,000
9	Over \$36,000 but not over	<u>\$495</u> [\$1,980] plus <u>2.125</u> [8.5] per cent
10	\$40,000	of excess over \$36,000
11	Over \$40,000 but not over	<u>\$580</u> [\$2,320] plus <u>2.250</u> [9.0] per cent
12	\$44,000	of excess over \$40,000
13	Over \$44,000 but not over	<u>\$670</u> [\$2,680] plus <u>2.375</u> [9.5] per cent
14	\$52,000	of excess over \$44,000
15	Over \$52,000 but not over	<u>\$860</u> [\$3,440] plus <u>2.500</u> [10.0] per cent
16	\$64,000	of excess over \$52,000
17	Over \$64,000 but not over	<u>\$1,160</u> [\$4,640] plus <u>2.625</u> [10.5] per
18	\$76,000	cent of excess over \$64,000
19	Over \$76,000 but not over	<u>\$1,475</u> [\$5,900] plus <u>2.750</u> [11.0] per
20	\$88,000	cent of excess over \$76,000
21	Over \$88,000 but not over	<u>\$1,805</u> [\$7,220] plus <u>2.875</u> [11.5] per
22	\$100,000	cent of excess over \$88,000
23	Over \$100,000 but not over	<u>\$2,150</u> [\$8,600] plus <u>3.000</u> [12.0] per
24	\$120,000	cent of excess over \$100,000
25	Over \$120,000 but not over	<u>\$2,750</u> [\$11,000] plus <u>3.125</u> [12.5] per
26	\$140,000	cent of excess over \$120,000
27	Over \$140,000 but not over	<u>\$3,375</u> [\$13,500] plus <u>3.250</u> [13.0] per
28	\$160,000	cent of excess over \$140,000
29	Over \$160,000 but not over	<u>\$4,025</u> [\$16,100] plus <u>3.375</u> [13.5] per

1	\$180,000	cent of excess over \$160,000
2	Over \$180,000 but not over	<u>\$4,700</u> [\$18,800] plus <u>3.500</u> [14.0] per
3	\$200,000	cent of excess over \$180,000
4	Over \$200,000 but not over	<u>\$5,400</u> [\$21,600] plus <u>3.500</u> [14.0] per
5	\$300,000	cent of excess over \$200,000
6	Over \$300,000 but not over	<u>\$8,900</u> [\$35,600] plus <u>3.625</u> [14.5] per
7	\$400,000	cent of excess over \$300,000
8	Over \$400,000	<u>\$12,525</u> [\$50,100] plus <u>3.625</u> [14.5] per
9		cent of excess over \$400,000

10 (c) There is imposed for each taxable year upon the taxable in-
11 come of every resident, nonresident and part-year resident head of a
12 household (as defined in section 2(b) of the Internal Revenue Code),
13 taxes computed as follows: for taxable years ending before January 1,
14 1978, the tax is 400 per cent of the amount of tax computed according
15 to the following table; for taxable years ending between January 1,
16 1978, and January 1, 1979, 300 per cent; and for taxable years ending
17 after January 1, 1979, 100 per cent [ACCORDING TO THE FOLLOWING TABLE].

18	If the taxable income is:	Then the tax is:
19	Not over \$2,000	<u>0.750</u> [3] per cent of the taxable income
20	Over \$2,000 but not over	<u>\$15</u> [\$60] plus <u>0.875</u> [3.5] per cent of
21	\$4,000	excess over \$2,000
22	Over \$4,000 but not over	<u>\$32</u> [\$130] plus <u>1.000</u> [4.0] per cent of
23	\$6,000	excess over \$4,000
24	Over \$6,000 but not over	<u>\$52</u> [\$210] plus <u>1.125</u> [4.5] per cent of
25	\$8,000	excess over \$6,000
26	Over \$8,000 but not over	<u>\$75</u> [\$300] plus <u>1.250</u> [5.0] per cent of
27	\$10,000	excess over \$8,000
28	Over \$10,000 but not over	<u>\$100</u> [\$400] plus <u>1.375</u> [5.5] per cent of
29	\$12,000	excess over \$10,000

1	Over \$12,000 but not over	<u>\$127</u> [\$510] plus <u>1.500</u> [6.0] per cent of
2	\$14,000	excess over \$12,000
3	Over \$14,000 but not over	<u>\$157</u> [\$630] plus <u>1.625</u> [6.5] per cent of
4	\$16,000	excess over \$14,000
5	Over \$16,000 but not over	<u>\$190</u> [\$760] plus <u>1.750</u> [7.0] per cent of
6	\$18,000	excess over \$16,000
7	Over \$18,000 but not over	<u>\$225</u> [\$900] plus <u>1.750</u> [7.0] per cent of
8	\$20,000	excess over \$18,000
9	Over \$20,000 but not over	<u>\$260</u> [\$1,040] plus <u>1.875</u> [7.5] per cent
10	\$22,000	of excess over \$20,000
11	Over \$22,000 but not over	<u>\$297</u> [\$1,190] plus <u>2.000</u> [8.0] per cent
12	\$24,000	of excess over \$22,000
13	Over \$24,000 but not over	<u>\$337</u> [\$1,350] plus <u>2.125</u> [8.5] per cent
14	\$28,000	of excess over \$24,000
15	Over \$28,000 but not over	<u>\$422</u> [\$1,690] plus <u>2.250</u> [9.0] per cent
16	\$32,000	of excess over \$28,000
17	Over \$32,000 but not over	<u>\$512</u> [\$2,050] plus <u>2.375</u> [9.5] per cent
18	\$38,000	of excess over \$32,000
19	Over \$38,000 but not over	<u>\$607</u> [\$2,430] plus <u>2.500</u> [10.0] per cent
20	\$44,000	of excess over \$38,000
21	Over \$44,000 but not over	<u>\$757</u> [\$3,030] plus <u>2.625</u> [10.5] per cent
22	\$50,000	of excess over \$44,000
23	Over \$50,000 but not over	<u>\$915</u> [\$3,660] plus <u>2.750</u> [11.0] per cent
24	\$60,000	of excess over \$50,000
25	Over \$60,000 but not over	<u>\$1,190</u> [\$4,760] plus <u>2.875</u> [11.5] per
26	\$70,000	cent of excess over \$60,000
27	Over \$70,000 but not over	<u>\$1,477</u> [\$5,910] plus <u>3.000</u> [12.0] per
28	\$80,000	cent of excess over \$70,000
29	Over \$80,000 but not over	<u>\$1,777</u> [\$7,110] plus <u>3.125</u> [12.5] per

1	\$90,000	cent of excess over \$80,000
2	Over \$90,000 but not over	<u>\$2,090</u> [\$8,360] plus <u>3.250</u> [13.0] per
3	\$100,000	cent of excess over \$90,000
4	Over \$100,000 but not over	<u>\$2,415</u> [\$9,660] plus <u>3.375</u> [13.5] per
5	\$150,000	cent of excess over \$100,000
6	Over \$150,000 but not over	<u>\$4,102</u> [\$16,410] plus <u>3.500</u> [14.0] per
7	\$200,000	cent of excess over \$150,000
8	Over \$200,000 but not over	<u>\$5,852</u> [\$23,410] plus <u>3.625</u> [14.5] per
9	\$300,000	cent of excess over \$200,000
10	Over \$300,000	<u>\$9,477</u> [\$37,910] plus <u>3.625</u> [14.5] per
11		cent of excess over \$300,000
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