

Introduced: 2/24/77  
Referred: Commerce and  
Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY  
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 268

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act providing a method of adjusting certain  
7 tax rates."

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

9 \* Section 1. AS 43.40 is amended by adding a new section to read:

10 Sec. 43.40.015. ADJUSTMENT OF TAX RATES. (a) The commissioner  
11 of revenue shall adjust the tax rates provided for in sec. 10 of this  
12 chapter in accordance with changes in the Consumer Price Index for  
13 Anchorage, Alaska, published by the Bureau of Labor Statistics,  
14 United States Department of Labor. The Consumer Price Index for Octo-  
15 ber 1976 is considered the initial Consumer Price Index.

16 (b) In making the adjustments under (a) of this section, the  
17 commissioner shall comply with the following procedure:

18 (1) after November 30 and before December 31 of each year  
19 the commissioner shall calculate the change in the October Consumer  
20 Price Index for the current year from the October Consumer Price Index  
21 for the previous year;

22 (2) the commissioner shall then

23 (A) compute the percentage increase or decrease for  
24 that period; and

25 (B) adjust the tax rates set out in sec. 10 of this  
26 chapter by the same percentage increase or decrease, rounded to  
27 the nearest half cent;

28 (3) no later than the 10th day of each regular session of  
29 the legislature, the commissioner shall submit the adjusted tax rates

1 to the legislature; if not disapproved by the legislature by a resolu-  
2 tion concurred in by a majority of the members of each house within 45  
3 days after submission, or by the end of the session, whichever occurs  
4 first, the new rates become law; and

5 (4) the commissioner shall promptly post the adjusted tax  
6 rates and notify the taxpayers of them.

7 (c) The adjusted tax rates become effective on July 1 of the  
8 year in which they become law.

9 (d) If adjusted tax rates submitted to the legislature under (b)  
10 of this section are disapproved by the legislature, the commissioner  
11 may, within 15 days after the disapproval, submit a revised set of  
12 adjusted tax rates. These rates become law if not disapproved within  
13 30 days or by the end of the session, whichever occurs first, and  
14 become effective July 1. The commissioner shall promptly post these  
15 rates and notify the taxpayers of them.

16 \* Sec. 2. AS 43.50 is amended by adding a new section to read:

17 Sec. 43.50.095. ADJUSTMENT OF TAX RATES. (a) The commissioner  
18 of revenue shall adjust the tax rates provided for in secs. 90 and 190  
19 of this chapter in accordance with changes in the Consumer Price Index  
20 for Anchorage, Alaska, published by the Bureau of Labor Statistics,  
21 United States Department of Labor. The Consumer Price Index for  
22 October 1976 is considered the initial Consumer Price Index.

23 (b) In making the adjustments under (a) of this section, the  
24 commissioner shall comply with the following procedure:

25 (1) after November 30 and before December 31 of each year  
26 the commissioner shall calculate the change in the October Consumer  
27 Price Index for the current year from the October Consumer Price Index  
28 for the previous year;

29 (2) the commissioner shall then

1 (A) compute the percentage increase or decrease for  
2 that period; and

3 (B) adjust the tax rates set out in secs. 90 and 190 of  
4 this chapter by the same percentage increase or decrease, rounded  
5 to the nearest quarter mill;

6 (3) no later than the 10th day of each regular session of  
7 the legislature, the commissioner shall submit the adjusted tax rates  
8 to the legislature; if not disapproved by the legislature by a resolu-  
9 tion concurred in by a majority of the members of each house within 45  
10 days after submission, or by the end of the session, whichever occurs  
11 first, the new rates become law; and

12 (4) the commissioner shall promptly post the adjusted tax  
13 rates and notify the taxpayers of them.

14 (c) The adjusted tax rates become effective on July 1 of the  
15 year in which they become law.

16 (d) If adjusted tax rates submitted to the legislature under (b)  
17 of this section are disapproved by the legislature, the commissioner  
18 may, within 15 days after the disapproval, submit a revised set of  
19 adjusted tax rates. These rates become law if not disapproved within  
20 30 days or by the end of the session, whichever occurs first, and  
21 become effective July 1. The commissioner shall promptly post these  
22 rates and notify the taxpayers of them.

23 \* Sec. 3. AS 43.60 is amended by adding a new section to read:

24 Sec. 43.60.015. ADJUSTMENT OF TAX RATES. (a) The commissioner  
25 of revenue shall adjust the tax rates provided for in sec. 10 of this  
26 chapter in accordance with changes in the Consumer Price Index for  
27 Anchorage, Alaska, published by the Bureau of Labor Statistics, United  
28 States Department of Labor. The Consumer Price Index for the month of  
29 October 1976 is considered the initial Consumer Price Index.

1 (b) In making the adjustments under (a) of this section, the  
2 commissioner shall comply with the following procedure:

3 (1) after November 30 and before December 31 of each year  
4 the commissioner shall calculate the change in the October Consumer  
5 Price Index for the current year from the October Consumer Price Index  
6 for the previous year;

7 (2) the commissioner shall then

8 (A) compute the percentage increase or decrease for  
9 that period; and

10 (B) adjust the tax rates set out in sec. 10 of this  
11 chapter by the same percentage increase or decrease, rounded to  
12 the nearest one-tenth of a dollar;

13 (3) no later than the 10th day of each regular session of  
14 the legislature, the commissioner shall submit the adjusted tax rates  
15 to the legislature; if not disapproved by the legislature by a resolu-  
16 tion concurred in by a majority of the members of each house within 45  
17 days after submission, or by the end of the session, whichever occurs  
18 first, the new rates become law; and

19 (4) the commissioner shall promptly post the adjusted tax  
20 rates and notify the taxpayers of them.

21 (c) The adjusted tax rates become effective on July 1 of the  
22 year in which they become law.

23 (d) If adjusted tax rates submitted to the legislature under (b)  
24 of this section are disapproved by the legislature, the commissioner  
25 may, within 15 days after the disapproval, submit a revised set of  
26 adjusted tax rates. These rates become law if not disapproved within  
27 30 days or by the end of the session, whichever occurs first, and  
28 become effective July 1. The commissioner shall promptly post these  
29 rates and notify the taxpayers of them.