

Original sponsor: Rules Committee
by request of the Governor

Offered: 5/4/77
Referred: Rules

1 IN THE HOUSE

BY THE STATE AFFAIRS COMMITTEE

2 CS FOR HOUSE BILL NO. 329 am S

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to taxation; and providing for an
7 effective date."

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

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

10 Sec. 43.20.038. RESIDENTIAL FUEL CREDIT. (a) An individual is
11 allowed as a credit against the tax due under this chapter five per cent
12 of his residential fuel expenses paid during the year, but not less than
13 a minimum credit of \$10. For married taxpayers filing separate returns,
14 the minimum credit is \$5 for each return. Part-year resident and non-
15 resident individual taxpayers shall prorate the credit allowed in this
16 section according to the number of months resided in the state.

17 (b) For purposes of this section, "residential fuel expenses"
18 means the actual or accrued payments by the individual taxpayer for
19 wood, coal, heating oil, gas, electricity or other fuel consumed in the
20 state for a residential housing unit.

21 Sec. 43.20.039. RESIDENTIAL FUEL CONSERVATION CREDITS. (a) An
22 individual is allowed as a credit against the tax due under this chapter
23 10 per cent of his expenses for residential fuel conservation capital
24 improvements paid or accrued during the year, subject to a maximum
25 credit of \$200. For married taxpayers filing separate returns, the
26 maximum credit is \$100 for each return.

27 (b) The provisions of this section are applicable only to a per-
28 sonal residence of the taxpayer that is located in the state.

29 (c) Part-year resident and nonresident individuals shall prorate

1 the credits provided in this section according to the number of months
2 during which the taxpayer resided in the state.

3 (d) In this section, "expenses for residential fuel conservation
4 improvements" means

5 (1) the costs of additional insulation or insulating materials
6 installed in the residence of the taxpayer if the residence was in
7 existence on the effective date of this Act;

8 (2) the cost of insulating windows:

9 (3) costs of labor for the installation of the materials set
10 out in (1) and (2) of this subsection; and

11 (4) expenses of installation of alternate sources of power
12 generation not dependent on fossil fuels for energy supply, including
13 but not limited to wind, tidal, solar or geothermal sources.

14 * Sec. 3. This Act is retroactive to January 1, 1977, and relates only to
15 expenditures incurred after December 31, 1976.

16 * Sec. 4. The provisions of secs. 1 - 3 of this Act terminate on De
17 cember 31, 1982.

18 * Sec. 5. AS 43.50.090 is amended by adding a new subsection to read:

19 (c) The tax imposed under (a) of this section does not apply to
20 cigarettes imported or acquired in the state by an exchange, commissary,
21 or ship's stores operated by one of the uniformed services of the
22 United States as defined in 5 U.S.C. 2101.

23 * Sec. 6. AS 29.53.055 is amended to read:

24 Sec. 29.53.055. NO LIMITATION ON TAXES TO PAY BONDS. The limi-
25 tations provided for in secs. 45 or 50 of this chapter do not apply
26 to taxes levied or pledged to pay or secure the payment of the principal
27 and interest on bonds. Taxes to pay or secure the payment of principal
28 and interest on bonds may be levied without limitation as to rate or
29 amount, regardless of whether the bonds are in default or in danger of

1 default.

2 * Sec. 7. AS 29.58.180(a) is amended to read:

3 (a) The full faith and credit of municipality are pledged for
4 the payment of principal and interest on general obligation bonds. The
5 municipality may levy ad valorem taxes for payment without limitation
6 of rate or amount to pay or secure the payment of the principal and
7 interest on bonds, regardless of whether the bonds are in default or
8 in danger of default.

9 * Sec. 8. Sections 6 and 7 of this Act are retroactive to January 1,
10 1976.

11 * Sec. 9. This Act takes effect immediately in accordance with AS. 01.10.-
12 070(c).