

Original sponsor: Rules Committee by
request of the Governor

Offered: 5/29/77

1 IN THE HOUSE

BY THE FREE CONFERENCE COMMITTEE

2 FREE CONFERENCE CS FOR CS FOR HOUSE BILL NO. 329

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 investment of state
7 funds; 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 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. 2. AS 37.10.079 is amended by adding a new subsection to read:

15 (e) Notwithstanding the provisions of this section, the commis-
16 sioner of revenue is authorized to purchase bonds of political sub-
17 divisions of the state if he finds that to do so is in the best inter-
18 ests of the state. The authority given by this subsection expires
19 December 31, 1977. Notwithstanding a charter restriction requiring sale
20 of municipal bonds by competitive bids, a municipality may sell bonds
21 authorized by this subsection at a negotiated sale.

22 * Sec. 3. AS 43.50.090 is amended by adding a new subsection to read:

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

27 * Sec. 4. Section 1 of this Act is retroactive to January 1, 1977, and
28 relates only to expenditures incurred after December 31, 1976.

29 * Sec. 5. The provisions of sec. 1 of this Act terminate on December 31,

1 1982.

2 * Sec. 6. This Act takes effect immediately in accordance with AS 01.10.-
3 070(c).

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