

BY FREEMAN, ANDERSON, AKERS,
BENNETT, BRADLEY, BUCHHOLDT,
CHATTERTON, DANKWORTH, DUNCAN,
ELIASON, GARDINER, GUY, HAUGEN,
HAYES, KELLY, LETHIN, MCKINNON,
MALONE, MEEKINS, MILES, NAKAK,
OSE, PARR, PHILLIPS, RHODE,
SCHAEFFER, SMITH, SNIDER, SWANSON
AND URION

1 IN THE HOUSE

2 HOUSE BILL NO. 523

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 and
7 fiduciaries under the Alaska Net Income Tax Act; and
8 providing for an effective date."

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

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

11 (a) There is imposed for each taxable year upon the taxable income
12 of every resident, nonresident and part-year resident individual and
13 fiduciary of the state, except those qualifying for the rates in (b) or
14 (c) of this section, taxes computed according to the following table.

15 If the taxable income is:	Then the tax is:
16 Not over <u>\$14,000</u> [\$2,000]	0 [3] per cent of the taxable 17 income
18 [OVER \$2,000 BUT NOT OVER \$4,000	\$60 PLUS 3.5 PER CENT OF EXCESS 19 OVER \$2,000
20 OVER \$4,000 BUT NOT OVER \$6,000	\$130 PLUS 4.0 PER CENT OF EX- 21 CESS OVER \$4,000
22 OVER \$6,000 BUT NOT OVER \$8,000	\$210 PLUS 5.0 PER CENT OF EX- 23 CESS OVER \$6,000
24 OVER \$8,000 BUT NOT OVER \$10,000	\$310 PLUS 5.5 PER CENT OF EX- 25 CESS OVER \$8,000
26 OVER \$10,000 BUT NOT OVER 27 \$12,000	\$420 PLUS 6.0 PER CENT OF EX- 28 CESS OVER \$10,000
29 OVER \$12,000 BUT NOT OVER	

1	\$14,000	\$540 PLUS 7.0 PER CENT OF EX-
2		CESS OVER \$12,000]
3	Over \$14,000 but not over	
4	\$16,000	<u>\$10</u> [\$680] plus <u>6.5</u> [7.5] per
5		cent of excess over \$14,000
6	Over \$16,000 but not over	
7	\$18,000	<u>\$140</u> [\$830] plus <u>7.0</u> [8.0] per
8		cent of excess over \$16,000
9	Over \$18,000 but not over	
10	\$20,000	<u>\$280</u> [\$990] plus <u>7.5</u> [8.5] per
11		cent of excess over \$18,000
12	Over \$20,000 but not over	
13	\$22,000	<u>\$430</u> [\$1,160] plus <u>8.0</u> [9.0]
14		per cent of excess over \$20,000
15	Over \$22,000 but not over	
16	\$26,000	<u>\$590</u> [\$1,340] plus <u>8.5</u> [9.5]
17		per cent of excess over \$22,000
18	Over \$26,000 but not over	
19	\$32,000	<u>\$930</u> [\$1,720] plus <u>9.0</u> [10.0]
20		per cent of excess over \$26,000
21	Over \$32,000 but not over	
22	\$38,000	<u>\$1,470</u> [\$2,320] plus <u>9.5</u> [10.5]
23		per cent of excess over \$32,000
24	Over \$38,000 but not over	
25	\$44,000	<u>\$2,040</u> [\$2,950] plus <u>10.0</u> [11.0]
26		per cent of excess over \$38,000
27	Over \$44,000 but not over	
28	\$50,000	<u>\$2,640</u> [\$3,610] plus <u>11.0</u> [11.5]
29		per cent of excess over \$44,000

1	Over \$50,000 but not over	
2	\$60,000	<u>\$3,300</u> [\$4,300] plus 12.0 per
3		cent of excess over \$50,000
4	Over \$60,000 but not over	
5	\$70,000	<u>\$4,500</u> [\$5,500] plus 12.5 per
6		cent of excess over \$60,000
7	Over \$70,000 but not over	
8	\$80,000	<u>\$5,750</u> [\$6,750] plus 13.0 per
9		cent of excess over \$70,000
10	Over \$80,000 but not over	
11	\$90,000	<u>\$7,050</u> [\$8,050] plus 13.5 per
12		cent of excess over \$80,000
13	Over \$90,000 but not over	
14	\$100,000	<u>\$8,400</u> [\$9,400] plus 14.0 per
15		cent of excess over \$90,000
16	Over \$100,000 but not over	
17	\$150,000	<u>\$9,800</u> [\$10,800] plus 14.0 per
18		cent of excess over \$100,000
19	Over \$150,000 but not over	
20	\$200,000	<u>\$16,800</u> [\$17,800] plus 14.5 per
21		cent of excess over \$150,000
22	Over \$200,000	<u>\$24,050</u> [\$25,050] plus 14.5 per
23		cent of excess over \$200,000

24 (b) There is imposed for each taxable year upon the taxable income
25 of every resident, nonresident and part-year resident married individual
26 who makes a single return jointly with his spouse (as provided in sec-
27 tion 6013 of the Internal Revenue Code) and upon every resident, non-
28 resident and part-year resident surviving spouse (as defined in section
29 2(a) of the Internal Revenue Code) taxes computed according to the

1 following table.

2 If the taxable income is:	Then the tax is:
3 Not over <u>\$28,000</u> [\$4,000]	0 [3] per cent of the taxable
4	income
5 [OVER \$4,000 BUT NOT OVER \$8,000	\$120 PLUS 3.5 PER CENT OF EX-
6	CESS OVER \$4,000
7 OVER \$8,000 BUT NOT OVER \$12,000	\$260 PLUS 4.0 PER CENT OF EX-
8	CESS OVER \$8,000
9 OVER \$12,000 BUT NOT OVER	
10 \$16,000	\$420 PLUS 5.0 PER CENT OF EX-
11	CESS OVER \$12,000
12 OVER \$16,000 BUT NOT OVER	
13 \$20,000	\$620 PLUS 5.5 PER CENT OF EX-
14	CESS OVER \$16,000
15 OVER \$20,000 BUT NOT OVER	
16 \$24,000	\$840 PLUS 6.0 PER CENT OF EX-
17	CESS OVER \$20,000
18 OVER \$24,000 BUT NOT OVER	
19 \$28,000	\$1,080 PLUS 7.0 PER CENT OF EX-
20	CESS OVER \$24,000]
21 Over \$28,000 but not over	
22 \$32,000	<u>\$20</u> [\$1,360] plus <u>6.5</u> [7.5] per
23	cent of excess over \$28,000
24 Over \$32,000 but not over	
25 \$36,000	<u>\$280</u> [\$1,660] plus <u>7.0</u> [8.0] per
26	cent of excess over \$32,000
27 Over \$36,000 but not over	
28 \$40,000	<u>\$560</u> [\$1,980] plus <u>7.5</u> [8.5] per
29	cent of excess over \$36,000

1	Over \$40,000 but not over	
2	\$44,000	<u>\$860</u> [\$2,320] plus <u>8.0</u> [9.0]
3		per cent of excess over \$40,000
4	Over \$44,000 but not over	
5	\$52,000	<u>\$1,180</u> [\$2,680] plus <u>8.5</u> [9.5]
6		per cent of excess over \$44,000
7	Over \$52,000 but not over	
8	\$64,000	<u>\$1,860</u> [\$3,440] plus <u>9.0</u> [10.0]
9		per cent of excess over \$52,000
10	Over \$64,000 but not over	
11	\$76,000	<u>\$2,940</u> [\$4,640] plus <u>9.5</u> [10.5]
12		per cent of excess over \$64,000
13	Over \$76,000 but not over	
14	\$88,000	<u>\$4,080</u> [\$5,900] plus <u>10.0</u> [11.0]
15		per cent of excess over \$76,000
16	Over \$88,000 but not over	
17	\$100,000	<u>\$5,280</u> [\$7,220] plus <u>11.0</u> [11.5]
18		per cent of excess over \$88,000
19	Over \$100,000 but not over	
20	\$120,000	<u>\$6,600</u> [\$8,600] plus 12.0 per
21		cent of excess over \$100,000
22	Over \$120,000 but not over	
23	\$140,000	<u>\$9,000</u> [\$11,000] plus 12.5 per
24		cent of excess over \$120,000
25	Over \$140,000 but not over	
26	\$160,000	<u>\$11,500</u> [\$13,500] plus 13.0 per
27		cent of excess over \$140,000
28	Over \$160,000 but not over	
29	\$180,000	<u>\$14,100</u> [\$16,100] plus 13.5 per

	cent of excess over \$160,000
Over \$180,000 but not over \$200,000	<u>\$16,800</u> [\$18,800] plus 14.0 per cent of excess over \$180,000
Over \$200,000 but not over \$300,000	<u>\$19,600</u> [\$21,600] plus 14.0 per cent of excess over \$200,000
Over \$300,000 but not over \$400,000	<u>\$33,600</u> [\$35,600] plus 14.5 per cent of excess over \$300,000
Over \$400,000	<u>\$48,100</u> [\$50,100] plus 14.5 per cent of excess over \$400,000

(c) There is imposed for each taxable year upon the taxable income of every resident, nonresident and part-year resident head of a household (as defined in section 2(b) of the Internal Revenue Code), taxes computed according to the following table.

If the taxable income is:	Then the tax is:
Not over <u>\$14,000</u> [\$2,000]	<u>0</u> [3] per cent of the taxable income
[OVER \$2,000 BUT NOT OVER \$4,000	\$60 PLUS 3.5 PER CENT OF EXCESS OVER \$2,000
OVER \$4,000 but not over \$6,000	\$130 PLUS 4.0 PER CENT OF EX- CESS OVER \$4,000
OVER \$6,000 BUT NOT OVER \$8,000	\$210 PLUS 4.5 PER CENT OF EX- CESS OVER \$6,000
OVER \$8,000 BUT NOT OVER \$10,000	\$300 PLUS 5.0 PER CENT OF EX- CESS OVER \$8,000
OVER \$10,000 BUT NOT OVER \$12,000	\$400 PLUS 5.5 PER CENT OF EX-

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	CESS OVER \$10,000
OVER \$12,000 BUT NOT OVER \$14,000	\$510 PLUS 6.0 PER CENT OF EX- CESS OVER \$12,000]
Over \$14,000 but not over \$16,000	<u>\$10</u> [\$630] plus <u>5.5</u> [6.5] per cent of excess over \$14,000
Over \$16,000 but not over \$18,000	<u>\$120</u> [\$760] plus <u>6.0</u> [7.0] per cent of excess over \$16,000
Over \$18,000 but not over \$20,000	<u>\$240</u> [\$900] plus <u>6.0</u> [7.0] per cent of excess over \$18,000
Over \$20,000 but not over \$22,000	<u>\$360</u> [\$1,040] plus <u>6.5</u> [7.5] per cent of excess over \$20,000
Over \$22,000 but not over \$24,000	<u>\$490</u> [\$1,190] plus <u>7.0</u> [8.0] per cent of excess over \$22,000
Over \$24,000 but not over \$28,000	<u>\$630</u> [\$1,350] plus <u>7.5</u> [8.5] per cent of excess over \$24,000
Over \$28,000 but not over \$32,000	<u>\$930</u> [\$1,690] plus <u>8.0</u> [9.0] per cent of excess over \$28,000
Over \$32,000 but not over \$38,000	<u>\$1,250</u> [\$2,050] plus <u>8.5</u> [9.5] per cent of excess over \$32,000
Over \$38,000 but not over	

1	\$44,000	<u>\$1,760</u> [\$2,430] plus <u>9.0</u> [10.0]
2		per cent of excess over \$38,000
3	Over \$44,000 but not over	
4	\$50,000	<u>\$2,300</u> [\$3,030] plus <u>10.0</u> [10.5]
5		per cent of excess over \$44,000
6	Over \$50,000 but not over	
7	\$60,000	<u>\$2,900</u> [\$3,660] plus <u>10.5</u> [11.0]
8		per cent of excess over \$50,000
9	Over \$60,000 but not over	
10	\$70,000	<u>\$3,950</u> [\$4,760] plus <u>11.0</u> [11.5]
11		per cent of excess over \$60,000
12	Over \$70,000 but not over	
13	\$80,000	<u>\$5,050</u> [\$5,910] plus <u>11.5</u> [12.0]
14		per cent of excess over \$70,000
15	Over \$80,000 but not over	
16	\$90,000	<u>\$6,200</u> [\$7,110] plus <u>12.0</u> [12.5]
17		per cent of excess over \$80,000
18	Over \$90,000 but not over	
19	\$100,000	<u>\$7,400</u> [\$8,360] plus <u>12.5</u> [13.0]
20		per cent of excess over \$90,000
21	Over \$100,000 but not over	
22	\$150,000	<u>\$8,650</u> [\$9,660] plus 13.5 per
23		cent of excess over \$100,000
24	Over \$150,000 but not over	
25	\$200,000	<u>\$15,400</u> [\$16,410] plus 14.0 per
26		cent of excess over \$150,000
27	Over \$200,000 but not over	
28	\$300,000	<u>\$22,400</u> [\$23,410] plus 14.5 per
29		cent of excess over \$200,000

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Over \$300,000

\$36,900 [\$37,910] plus 14.5 per
cent of excess over \$300,000

* Sec. 2. This Act applies to taxable years beginning after December 31,
1977.

* Sec. 3. This Act takes effect January 1, 1978.