

1 IN THE SENATE

BY HUBER

2 SENATE BILL NO. 41

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 the Alaska business license tax;  
7 and providing for an effective date."

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

9 \* Section 1. AS 43.70.030(a) is amended to read:

10 (a) The license fee for each business is \$25 [PLUS A SUM EQUAL TO  
11 ONE-HALF OF ONE PER CENT OF THE GROSS RECEIPTS IN EXCESS OF \$20,000 FROM  
12 THE BUSINESS DURING THE YEAR FOR WHICH THE LICENSE IS ISSUED, EXCEPT  
13 THAT ALL GROSS VOLUME IN EXCESS OF \$100,000 A YEAR IS TAXED AT THE RATE  
14 OF ONE-QUARTER OF ONE PER CENT. THE ANNUAL LICENSE FEE PAID BY A PROFES-  
15 SIONAL PERSON TO HIS PROFESSIONAL BOARD SHALL BE CREDITED AGAINST THE  
16 INITIAL FEE REQUIRED UNDER THIS CHAPTER].

17 \* Sec. 2. AS 43.70.030(c) is amended to read:

18 (c) The license for the privilege of taking orders through use of  
19 catalogs and by mail order offices in the state is the same as set out  
20 in this chapter for business generally [AND GROSS VOLUME OF BUSINESS OF  
21 THOSE OFFICES INCLUDES ALL ORDERS TAKEN AT THEM WHETHER DELIVERY OF THE  
22 MERCHANDISE IS MADE THROUGH THE OFFICES OR NOT].

23 \* Sec. 3. AS 43.70.030(d) is amended to read:

24 (d) The initial fee of \$25 applies to all of the provisions of  
25 this section, and shall accompany the application. The balance under  
26 sec. 30(b) of this chapter is due and payable on December 31st of each  
27 year and shall be paid before the first day of March following, except  
28 that the department may extend the time until the 30th of the following  
29 April upon application showing that the extension is necessary to enable

1 the applicant to ascertain the amount of license money due. To enable  
2 accurate determination of the balance of the tax due at the end of each  
3 year, each person to whom this chapter applies shall keep records, give  
4 statements under oath, and make returns which the department requires.  
5 Returns are made under penalty of perjury.

6 \* Sec. 4. AS 43.70.040 is amended to read:

7 Sec. 43.70.040. REVIEW AND DETERMINATION OF LICENSE TAX. As soon  
8 as practicable after the final payment of the tax under sec. 30(b) of  
9 this chapter, the department shall examine the return and determine the  
10 correct amount of the tax and, if an error is found, shall notify the  
11 taxpayer of the error and examine the taxpayer's records as authorized  
12 in AS 43.05.040, and take other proper steps to determine the amount  
13 due.

14 \* Sec. 5. AS 43.70.080 is amended to read:

15 Sec. 43.70.080. DISPOSAL OF MONEY. All money collected by the  
16 department under this chapter shall be deposited in the general fund.  
17 Each fiscal year, the [THE] Department of Revenue shall refund to each  
18 organized borough and each city of any class 60 per cent of the money  
19 collected in the local government or an amount equal to the amount of  
20 shared business license tax receipts which the borough or city was en-  
21 titled to receive under this section for the state fiscal year ending  
22 June 30, 1976, whichever is greater.

23 \* Sec. 6. AS 43.70.010 and AS 43.70.110(2) are repealed.

24 \* Sec. 7. This Act takes effect January 1, 1978.