

Introduced: 1/25/77
Referred: State Affairs, Community
& Regional Affairs and
Finance

1 IN THE SENATE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 76

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 tax
7 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.