

Introduced: 4/12/77
Referred: Finance

1 IN THE SENATE

BY RAY

2 SENATE BILL NO. 317 am H

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 state income taxes; and providing
7 for an effective date."

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

9 * Section 1. For purposes of AS 43.20.031 for tax years before January 1,
10 1976, an individual is taxable on his entire income as defined in that sec-
11 tion except that income does not include wages earned outside the United
12 States.

13 * Sec. 2. AS 43.70.030(a) is amended to read:

14 (a) The license fee for each business is \$25 [PLUS A SUM EQUAL TO
15 ONE-HALF OF ONE PER CENT OF THE GROSS RECEIPTS IN EXCESS OF \$20,000 FROM
16 THE BUSINESS DURING THE YEAR FOR WHICH THE LICENSE IS ISSUED, EXCEPT
17 THAT ALL GROSS VOLUME IN EXCESS OF \$100,000 A YEAR IS TAXED AT THE RATE
18 OF ONE-QUARTER OF ONE PER CENT]. The annual license fee paid by a
19 professional person to his professional board shall be credited against
20 the initial fee required under this chapter.

21 * Sec. 3. AS 43.70.030(c) is amended to read:

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

27 * Sec. 4. AS 43.70.030(d) is amended to read:

28 (d) The initial fee of \$25 applies to all of the provisions of
29 this section, and shall accompany the application. The balance under

1 sec. 30(b) of this chapter is due and payable on December 31st of each
2 year and shall be paid before the first day of March following, except
3 that the department may extend the time until the 30th of the following
4 April upon application showing that the extension is necessary to enable
5 the applicant to ascertain the amount of license money due. To enable
6 accurate determination of the balance of the tax due at the end of each
7 year, each person to whom this chapter applies shall keep records, give
8 statements under oath, and make returns which the department requires.
9 Returns are made under penalty of perjury.

10 * Sec. 5. AS 43.70.040(a) is amended to read:

11 (a) As soon as practicable after the final payment of the tax
12 under sec. 30(b) of this chapter, the department shall examine the
13 return and determine the correct amount of the tax and, if an error is
14 found, shall notify the taxpayer of the error and examine the taxpayer's
15 records as authorized in AS 43.05.040, and take other proper steps to
16 determine the amount due.

17 * Sec. 6. AS 43.70.010, 43.70.070, and 43.70.110(2) and (3) are repealed.

18 * Sec. 7. AS 43.18 is amended by adding a new section to read:

19 Sec. 43.18.090. ADDITIONAL GRANTS TO REPLACE LOST REVENUES. In
20 addition to revenue sharing payable to municipalities under secs. 10 -
21 45 of this chapter, the state shall pay to a municipality each fiscal
22 year a percentage of the amount of business license tax receipts which
23 the municipality was entitled to receive under AS 43.70.080 for the
24 state fiscal year ending June 30, 1977. The applicable percentage
25 payable under this section is

26 (1) 100 per cent for the fiscal years ending June 30, 1978
27 and June 30, 1979:

28 (2) 80 per cent for the fiscal years ending June 30, 1980 and
29 June 30, 1981;

1 (3) 60 per cent for the fiscal years ending June 30, 1982 and
2 June 30, 1983;

3 (4) 40 per cent for the fiscal years ending June 30, 1984 and
4 June 30, 1985; and

5 (5) 20 per cent for the fiscal years ending June 30, 1986 and
6 June 30, 1987.

7 * Sec. 8. Section 1 of this Act is retroactive to January 1, 1975 and
8 relates only to income earned or received between December 31, 1974 and
9 January 1, 1976.

10 * Sec. 9. Sections 2 - 7 of this Act take effect January 1, 1978.

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