

Introduced: 2/14/78  
Referred: Health, Education and  
Social Services and Finance

1 IN THE SENATE

BY BRADLEY AND HUBER

2 SENATE BILL NO. 496

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing a tuition credit under the Alaska  
7 net income tax; 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 a new section to read:

10 Sec. 43.20.037. EDUCATIONAL TUITION CREDIT. (a) An individual is  
11 allowed as a credit against the tax due under this chapter 50 per cent  
12 of the amounts paid by him during the year to eligible educational  
13 institutions as tuition for the attendance of the individual, the indi-  
14 vidual's spouse, or of any dependents with respect to whom he is en-  
15 titled to a personal exemption under Internal Revenue Code sec. 151(e).

16 (b) The amount of the credit allowed under this section with  
17 respect to amounts paid on behalf of any single individual may not ex-  
18 ceed \$500.

19 (c) No credit is allowable under this section for amounts paid  
20 during the year for the education of the spouse of an individual tax-  
21 payer unless the taxpayer is entitled to a personal exemption for his  
22 spouse under Internal Revenue Code sec. 151(b) or the taxpayer files a  
23 joint return with his spouse.

24 (d) If the tuition of an individual is paid by more than one  
25 taxpayer during the year, the credit allowed to each taxpayer with  
26 respect to that individual shall be in the same proportion as the amount  
27 paid by that taxpayer bears to the total amount of the tuition of the  
28 individual paid by all taxpayers during the year.

29 (e) In this section "eligible educational institution" means an

1 institution of higher education, a vocational school, a secondary school  
2 or an elementary school which meets accreditation or approval criteria.  
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4 \* Sec. 2. This Act takes effect January 1, 1979 and applies to expenses  
5 incurred during taxable years beginning after December 31, 1977.  
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