

Original sponsor: Rules Committee by
request of the Special Employment
Resources and Opportunities Committee

Offered: 6/16/78
Referred: Finance

1 IN THE SENATE

BY THE COMMERCE COMMITTEE

2 HOUSE CS FOR SENATE BILL NO. 538

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the Alaska Net Income Tax Act; and
7 providing for an effective date."

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

9 * Section 1. Notwithstanding the language of AS 43.20.021 providing for
10 delayed adoption by reference of provisions of the Internal Revenue Code
11 which change or modify exemptions from tax or credits against tax, secs. 44B,
12 51, 52, 53, and 280C (26 U.S.C. secs. 44B, 51, 52, 53, and 280C) of the
13 Internal Revenue Code relating to a new jobs credit are immediately adopted
14 by reference as part of AS 43.20 and are retroactive to taxable years begin-
15 ning after December 31, 1976.

16 * Sec. 2. The only effect of sec. 1 of this Act is to accelerate the date
17 of adoption of secs. 44B, 51, 52, 53, and 280C (26 U.S.C. secs. 44B, 51, 52,
18 53, and 280C) of the Internal Revenue Code as part of AS 43.20. In all other
19 respects, secs. 44B, 51, 52, 53, and 280C (26 U.S.C. secs. 44B, 51, 52, 53,
20 and 280C) of the Internal Revenue Code shall be treated in the same manner as
21 though adopted under the provisions of AS 43.20.021.

22 * Sec. 3. AS 43.20.031(a) is amended by adding a new paragraph to read:

23 (4) the benefits allowed to taxpayers under Internal Revenue
24 Code sec. 103, as amended, are allowed only if the obligations were
25 issued by the State of Alaska, a political subdivision of the State of
26 Alaska, a city or borough of the State of Alaska, or other corporation
27 of the state the interest on the obligations of which are excluded from
28 gross income under sec. 103 (26 U.S.C. sec. 103) of the Internal Revenue
29 Code.

1 * Sec. 4. Sections 1 and 2 of this Act takes effect immediately in
2 accordance with AS 01.10.070(c) and terminates on the date that secs. 44B,
3 51, 52, 53, and 280C (26 U.S.C. secs. 44B, 51, 52, 53, and 280C) of the
4 Internal Revenue Code would otherwise be adopted by reference under the
5 provisions of AS 43.20.021(a). The benefits granted by this Act terminate on
6 the date that secs. 44B, 51, 52, 53, and 280C (26 U.S.C. secs. 44B, 51, 52,
7 53, and 280C) of the Internal Revenue Code and any statutory extensions of
8 those sections terminate under federal law.

9 * Sec. 5. Section 3 of this Act takes effect January 1, 1979.