

Introduced: 1/14/80  
Referred: State Affairs  
and Finance

1 IN THE SENATE

BY KERTTULA

2 SENATE BILL NO. 297

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act repealing the net income tax on individuals;  
7 and providing for an effective date."

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

9 \* Section 1. AS 43.20.021(c) is amended to read:

10 (c) For purposes of calculating the alternative tax on capital  
11 gains provided for in the provisions of Internal Revenue Code sec. 1201,  
12 the rate is 4.5 per cent for corporations [AND 4 PER CENT FOR INDIVI-  
13 DUALS AND FIDUCIARIES].

14 \* Sec. 2. AS 43.20.021(d) is amended to read:

15 (d) Where a credit allowed under the Internal Revenue Code is also  
16 allowed in computing Alaska income tax, it is limited to [16 PER CENT OF  
17 THE AMOUNT OF THE CREDIT DETERMINED FOR FEDERAL INCOME TAX PURPOSES FOR  
18 INDIVIDUALS AND] 18 per cent of the amount of credit determined for  
19 federal income tax purposes for corporations.

20 \* Sec. 3. AS 43.20.021(f) is amended to read:

21 (f) For the purpose of calculating the minimum tax on tax prefer-  
22 ences provided for in secs. 56 - 58 of the Internal Revenue Code (26  
23 U.S.C. secs. 56 - 58), the rate is [16 PER CENT FOR INDIVIDUALS AND] 18  
24 per cent for corporations of the applicable minimum federal tax rate.

25 \* Sec. 4. AS 43.20.030(a) is amended to read:

26 (a) Every [INDIVIDUAL, FIDUCIARY, PARTNERSHIP AND] corporation  
27 required to make a return under the provisions of the Internal Revenue  
28 Code shall at the same time file with the department a return setting  
29 out

1 (1) the amount of tax due under this chapter, less credits  
2 claimed against the tax; and

3 (2) other information for the purpose of carrying out the  
4 provisions of this chapter which the department requires.

5 \* Sec. 5. The following laws are repealed: AS 43.20.011(a) - (d),  
6 43.20.015, 43.20.021(e), 43.20.031(a) - (c) and (f) - (h), 43.20.035,  
7 43.20.036(d) - (h), 43.20.038, 43.20.039, 43.20.040(b)(3), (4), and (6),  
8 43.20.051, 43.20.061, 43.20.160(e), 43.20.170, and 43.20.215.

9 \* Sec. 6. This Act applies to tax years beginning after December 31 of  
10 the year in which it takes effect.

11 \* Sec. 7. This Act takes effect immediately in accordance with AS 01.10.-  
12 070(c).  
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