

Introduced: 3/10/80  
Referred: State Affairs and  
Finance

BY THE RULES COMMITTEE BY  
REQUEST OF THE LEGISLATIVE  
COUNCIL BY REQUEST

1 IN THE SENATE

2 SENATE BILL NO. 517

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 ELEVENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the tax credit for energy conser-  
7 vation expenditures; and providing for an effective  
8 date."

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

10 \* Section 1. AS 43.20.039(a) is repealed and re-enacted to read:

11 (a) An individual is allowed as a credit against the tax due under  
12 this chapter an amount, not to exceed the maximum credit in (e) of this  
13 section, equal to

14 (1) the amount which the taxpayer is entitled to claim under  
15 sec. 44C of the Internal Revenue Code (26 U.S.C. 44C) for the tax year;  
16 and

17 (2) the amount of an expenditure made by the taxpayer in the  
18 tax year for a residential fuel conservation improvement.

19 \* Sec. 2. AS 43.20.039(d) is repealed and re-enacted to read:

20 (d) In this section, "residential fuel conservation improvement"  
21 means an expenditure made by a taxpayer for his residence for a purpose  
22 designated by the Department of Commerce and Economic Development,  
23 division of energy and power development, by regulation adopted under  
24 AS 44.33.070.

25 \* Sec. 3. AS 43.20.039 is amended by adding a new subsection to read:

26 (e) A credit claimed by a taxpayer under this section may not  
27 exceed \$2,000. For married taxpayers filing separate returns the  
28 maximum credit is \$1,000 for each return.

29 \* Sec. 4. AS 44.33 is amended by adding a new section to article 2 to

1 read:

2           Sec. 44.33.070. DESIGNATION OF RESIDENTIAL FUEL CONSERVATION IM-  
3 PROVEMENTS. The Department of Commerce and Economic Development may, by  
4 regulation, define residential fuel conservation improvements which  
5 qualify for a credit against the net income tax under AS 43.20.039.  
6 Designation under this section is limited to those fuel conservation  
7 improvements which are specifically and primarily designed to reduce the  
8 use of fossil fuels for energy supply and which are usable for that  
9 purpose for a period of at least three years.

10       \* Sec. 5. This Act is retroactive to January 1, 1980 and applies to tax  
11 years beginning after December 31, 1979.

12       \* Sec. 6. This Act takes effect immediately in accordance with AS 01.10.-  
13 070(c).

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