

1 IN THE HOUSE

BY NAVARRE AND ZAWACKI

2

HOUSE BILL NO. 330

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to the fisheries business tax reve-
7 nue refunded to local governments; and providing for
8 an effective date."

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

10 * Section 1. AS 43.75.130(a) is amended to read:

11 (a) Except as provided in (d) of this section, the commissioner
12 of revenue shall pay

13 (1) to each unified municipality and to each city located
14 in the unorganized borough, 50 percent of the amount of tax revenue
15 collected in the municipality from taxes levied under this chapter;

16 (2) to each city located within a borough, 50 [25] percent
17 of the amount of tax revenue collected in the city from taxes levied
18 under this chapter; and

19 (3) to each borough,

20 [(A)] 50 percent of the amount of tax revenue collect-
21 ed in the area of the borough outside cities from taxes levied
22 under this chapter [; AND

23 (B) 25 PERCENT OF THE AMOUNT OF TAX REVENUE COLLECTED
24 IN CITIES LOCATED WITHIN THE BOROUGH FROM TAXES LEVIED UNDER THIS
25 CHAPTER].

26 * Sec. 2. AS 43.75.130(d) is amended to read:

27 (d) Notwithstanding [THE PROVISIONS OF] (a)(2) [AND (a)(3)(B)]
28 of this section, the commissioner shall pay

29 (1) to each city that is located in a borough incorporated

1 after June 16, 1987, the following percentages of the tax revenue
2 collected in the city from taxes levied under this chapter:

3 (A) 45 percent of the taxes collected during the
4 calendar year in which the borough is incorporated;

5 (B) 40 percent of the taxes collected during the first
6 calendar year after the calendar year in which the borough is
7 incorporated;

8 (C) 35 percent of the taxes collected during the
9 second calendar year after the calendar year in which the borough
10 is incorporated; and

11 (D) 30 percent of the taxes collected during the third
12 calendar year after the calendar year in which the borough is
13 incorporated; and

14 (2) to each borough that is incorporated after June 16,
15 1987, the following percentages of the tax revenue collected in the
16 cities located within the borough from taxes levied under this chap-
17 ter:

18 (A) 5 percent of the taxes collected during the calen-
19 dar year in which the borough is incorporated;

20 (B) 10 percent of the taxes collected during the first
21 calendar year after the calendar year in which the borough is
22 incorporated;

23 (C) 15 percent of the taxes collected during the
24 second calendar year after the calendar year in which the borough
25 is incorporated; and

26 (D) 20 percent of the taxes collected during the third
27 calendar year after the calendar year in which the borough is
28 incorporated.

29 * Sec. 3. This Act takes effect July 1, 1988.