

Original sponsors: Wallis, Herrmann
and Adams

1 IN THE HOUSE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

2

CS FOR HOUSE BILL NO. 414 (HESS)

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act imposing a school tax; and providing for an
7 effective date."

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

9 * Section 1. AS 43 is amended by adding a new chapter to read:

10

CHAPTER 45. SCHOOL TAX.

11

Sec. 43.45.011. TAX IMPOSED. There is imposed a school tax of
12 \$25 a year upon each person 19 years of age or older employed, includ-
13 ing self-employed, in the state.

14

Sec. 43.45.021. COLLECTION OF TAX. The tax imposed under
15 AS 43.45.011 shall be paid before the last day of the first quarter
16 for which it is imposed. An employer upon the first regular payroll
17 of each calendar year or, in the case of an employee on a later pay-
18 roll, on the first payroll after employment, shall deduct the tax from
19 the employee's salary or other compensation and send it to the depart-
20 ment. A deduction may not be made in the first pay period from the
21 compensation of a person casually employed unless the amount earned in
22 the first pay period is \$250 or more. Return forms for this purpose
23 shall be provided by the department.

24

Sec. 43.45.031. RECORD OF WITHHOLDING. An employer who with-
25 holds a school tax under AS 43.45.021 shall furnish to the employee
26 upon request a record of the amount of tax withheld from the employee
27 on a form provided by the department.

28

Sec. 43.45.041. ACCOUNTING AND DISPOSITION OF RECEIPTS. The
29 commissioner of administration shall separately account for money

1 collected under this chapter that the department deposits in the
2 general fund. The annual estimated balance in the account may be used
3 by the legislature to make appropriations to the public school buffer
4 account under AS 14.07.065.

5 * Sec. 2. AS 43.45.041 is repealed and reenacted to read:

6 Sec. 43.45.041. ACCOUNTING AND DISPOSITION OF RECEIPTS. The
7 commissioner of administration shall separately account for money
8 collected under this chapter that the department deposits in the
9 general fund. The annual estimated balance in the account may be used
10 by the legislature to make appropriations for public education.

11 * Sec. 3. APPLICABILITY. The first tax due under this Act is due
12 January 1, 1989, and shall be paid by April 15, 1990.

13 * Sec. 4. Section 2 of this Act takes effect on July 2, 1988, if the
14 public school buffer account is not enacted into law by July 1, 1988.

15 * Sec. 5. Except for sec. 2 of this Act, this Act takes effect July 1,
16 1988.