

Original sponsor: Zharoff

1 IN THE SENATE BY THE COMMUNITY AND  
REGIONAL AFFAIRS COMMITTEE  
2 CS FOR SENATE BILL NO. 162 (C&RA)  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 FIFTEENTH LEGISLATURE - FIRST SESSION  
5 A BILL  
6 For an Act entitled: "An Act relating to fisheries business tax refunds to  
7 local government; and providing for an effective  
8 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 [THE] commis-  
12 sioner 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 [BY] this chap-  
16 ter;  
17 (2) to each city located within a borough, 25 percent of  
18 the amount of tax revenue collected in the city from taxes levied  
19 under [BY] this chapter; and  
20 (3) to each borough  
21 (A) 50 percent of the amount of tax revenue collected  
22 in the area of the borough outside cities from taxes levied under  
23 [BY] this chapter; and  
24 (B) 25 percent of the amount of tax revenue collected  
25 in cities located within the borough from taxes levied under [BY]  
26 this chapter.  
27 \* Sec. 2. AS 43.75.130 is amended by adding new subsections to read:  
28 (d) Notwithstanding the provisions of (a)(2) and (a)(3)(B) of  
29 this section, the commissioner shall pay

1 (1) to each city in a borough that is incorporated after  
2 the effective date of this Act the following percentages of the tax  
3 revenue collected in the city from taxes levied under this chapter:

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

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

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

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

15 (2) to each borough that is incorporated after the effec-  
16 tive date of this Act the following percentages of the tax revenue  
17 collected in the cities located within the borough from taxes levied  
18 under this chapter:

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

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

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

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

1           (e) Notwithstanding the provisions of (d) of this section, a  
2           city may adopt an ordinance to transfer a portion of the funds re-  
3           ceived under (d)(1) of this section to the borough in which the city  
4           is located.

5           \* Sec. 3. This Act takes effect immediately under AS 01.10.070(c).