

Offered: 4/10/87
Referred: Finance

5-0648B

Original sponsor: Zharoff

1 IN THE SENATE
2 CS FOR SENATE BILL NO. 162 (C&RA) am
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 that is located in a borough incorporated
2 after the effective date of this Act the following percentages of the
3 tax revenue collected in the city from taxes levied under this chap-
4 ter:

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

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

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

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

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

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

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

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

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

1 **incorporated.**

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

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