

1 IN THE SENATE

BY ZHAROFF AND SZYMANSKI

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SENATE BILL NO. 433

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

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For an Act entitled: "An Act relating to fisheries business tax credits;

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and providing for an effective date."

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

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\* Section 1. AS 43.75.032(a) is amended to read:

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(a) A fisheries business is entitled to a credit of not more

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than 50 percent of the business tax liability under AS 43.75.015 for

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capital expenditures made during the tax year that (1) increase prod-

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uct diversity, or production efficiency and capacity, or improve

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product quality, at a shore-based fisheries business facility in the

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state [,] or aboard a processing vessel of an Alaskan-owned floating

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fisheries business that has its home port in the state, or (2) con-

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tribute to the development of a cooperative seafood industrial park in

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the state, if an application for the credit is approved by the depart-

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ment in advance of the capital expenditure. A fisheries business may

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claim a credit under this subsection for a maximum period of five

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[THREE] consecutive years. An applicant for the credit may elect to

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begin the five-year [THREE-YEAR] period with any tax year from 1987

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through 1991 [1989]. A tax credit under this subsection may not be

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approved for more than 50 percent of a capital expenditure, plus any

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increase required under (b) of this section. In this subsection,

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"Alaskan-owned" means a business wholly owned by residents.

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\* Sec. 2. Section 7, ch. 79, SLA 1986, is amended to read:

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Sec. 7. AS 43.75.130(c) and 43.75.140(9) - (11) are repealed

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January 1, 1996 [1992].

1     \* Sec. 3. Section 8, ch. 79, SLA 1986, is amended to read:

2             Sec. 8. AS 43.75.034 is repealed February 15, 1996 [1992].

3     \* Sec. 4. Section 10, ch. 79, SLA 1986, is amended to read:

4             Sec. 10. Section 3 of this Act takes effect January 1, 1996  
5             [1992].

6     \* Sec. 5. This Act takes effect July 1, 1988.