

HOUSE BILL NO. 253

IN THE LEGISLATURE OF THE STATE OF ALASKA

EIGHTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE FINANCE COMMITTEE

Introduced: 3/26/93

Referred: Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act amending the basis for determining refunds to local governments under
2 the program of shared fisheries taxes; and providing for an effective date."

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

4 * Section 1. PURPOSE. The purpose of this Act is to withhold from distribution to
5 municipalities under the program of shared fisheries taxes a sum not to exceed five percent
6 of the revenue obtained from the fisheries business tax imposed by AS 43.75 to defray the
7 costs to the state of enforcement of that tax and administration of the shared tax program.

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

9 (d) Notwithstanding the provisions of (a)(2) and (a)(3)(B) of this section, the
10 commissioner shall pay

11 (1) to each city that is located in a borough incorporated after June 16,
12 1987 the following percentages of the tax revenue collected in the city from taxes
13 levied under this chapter:

14 (A) 45 percent of the tax revenue [TAXES] collected during

1 the calendar year in which the borough is incorporated;

2 (B) 40 percent of the tax revenue [TAXES] collected during
3 the first calendar year after the calendar year in which the borough is
4 incorporated;

5 (C) 35 percent of the tax revenue [TAXES] collected during
6 the second calendar year after the calendar year in which the borough is
7 incorporated; and

8 (D) 30 percent of the tax revenue [TAXES] collected during
9 the third calendar year after the calendar year in which the borough is
10 incorporated; and

11 (2) to each borough that is incorporated after June 16, 1987, the
12 following percentages of the tax revenue collected in the cities located within the
13 borough from taxes levied under this chapter:

14 (A) 5 percent of the tax revenue [TAXES] collected during the
15 calendar year in which the borough is incorporated;

16 (B) 10 percent of the tax revenue [TAXES] collected during
17 the first calendar year after the calendar year in which the borough is
18 incorporated;

19 (C) 15 percent of the tax revenue [TAXES] collected during
20 the second calendar year after the calendar year in which the borough is
21 incorporated; and

22 (D) 20 percent of the tax revenue [TAXES] collected during
23 the third calendar year after the calendar year in which the borough is
24 incorporated.

25 * Sec. 3. AS 43.75.130(f) is amended to read:

26 (f) In this section, "tax revenue collected"

27 (A) means 95 percent of the revenue received from the tax
28 that is levied and collected by the state under this chapter;

29 (B) includes the amount credited against taxes under
30 AS 43.75.018.

31 * Sec. 4. AS 43.75.137 is amended to read:

1 **Sec. 43.75.137. ADDITIONAL REFUND.** To the extent that appropriations
2 are available for the purpose, and notwithstanding the requirement of AS 37.07.080(e)
3 that approval of the office of management and budget is required, an amount equal to
4 50 percent of the tax revenue [THAT IS] collected, as the phrase is defined in
5 AS 43.75.130(f), [UNDER THIS CHAPTER] from fisheries businesses and is not
6 subject to division with a municipality under AS 43.75.130 shall be transmitted each
7 fiscal year, without the approval of the office of management and budget, by the
8 department to the Department of Community and Regional Affairs for disbursal to
9 eligible municipalities under AS 29.60.450.
10 * Sec. 5. This Act takes effect July 1, 1993.