

"An Act authorizing a credit against Alaska net income tax to voters in state or local elections; effective date."

COMMITTEE REPORT

5/13/75

HOUSE

Mr. Speaker:

Date _____

The Committee on FINANCE has had HB 240

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____

COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ Chairman

"An Act authorizing a credit against Alaska net income tax to voters in state or local elections; and providing for an effective date."

3/3/75

COMMITTEE REPORT

FINANCE

HOUSE

Mr. Speaker:

Date 12 May 75

The Committee on STATE AFFAIRS has had HB 240

under consideration. ~~A Majority~~ of the members of the Committee

() recommends it DO PASS

() recommends it DO NOT PASS

() recommends it DO PASS WITH ATTACHED AMENDMENT(S)

() recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

() "and" recommends it BE REFERRED TO THE _____

COMMITTEE

() reports it back WITHOUT RECOMMENDATION

(X) "other" ~~INDIVIDUAL~~ RECOMMENDATIONS with att. amendment

Members signing the Majority report:

①	<u>Allen Fischer</u>	<u>Do not pass</u>	<u>it's ridiculous.</u>
①	<u>[Signature]</u>	<u>do not pass</u>	_____
①	<u>Helen Beier</u>	<u>Do not pass</u>	_____

Members NOT concurring in the Majority report:

②	<u>[Signature]</u>	recommends: <u>No Rec</u>
	<u>[Signature]</u>	recommends: <u>Do not pass.</u>
③	<u>Joe McKinnon</u>	recommends: <u>Do Pass</u>
③	<u>Bill Pahn</u>	recommends: <u>Do Pass</u>
	_____	recommends: _____

Bill Pahn Chairman

AMENDMENT # 1

OFFERED IN THE HOUSE:

BY: House State Affairs

To: _____ HOUSE BILL No. 240

SENATE BILL No. _____

PAGE: 1

LINE: _____

Line 12 - After "state", delete "or Local".

Line 13 - Before "credit", Add "maximum".

After "credit", Add "of \$10".

After "chapter", Delete "in the amount of \$10."

723

Introduced: 3/3/75
Referred: State Affairs and
Finance

1 IN THE HOUSE BY MALONE, PARKER AND BUCHHOLDT

2 HOUSE BILL NO. 240

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act authorizing a credit against Alaska net income
7 tax to voters in state or local elections; and pro-
8 viding for an effective date."

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

10 * Section 1. AS 43.20.010 is amended by adding a new paragraph to read:

11 (11) A taxpayer who is a qualified voter of the state and
12 votes in a state or local election during the tax year is allowed a
13 credit against the tax imposed by this chapter in the amount of \$10 or
14 the amount due for the tax year, whichever is less.

15 * Sec. 2. This Act takes effect July 1, 1975.

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ALASKA STATE LEGISLATURE

...NINTH Legislature ...FIRST Session

HOUSEBILL..... NC. ..240..

By ..MALONE, ..PARKER, AND, BUCHHOLDT

"An Act authorizing a credit against Alaska net income tax to voters in state or local elections; and providing for an effective date."

HISTORY IN THE HOUSE

19 75	Read first time and referred to Committee on												
Mar 3	State Affairs and Finance												
	Reported back with recommendation that												
	Read second time and												
	Read third time and												
	<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
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	Reported correctly engrossed												
	Signed by Speaker												
	Sent to Senate												
CHIEF CLERK OF THE HOUSE													

HISTORY IN THE SENATE

19	Read first time and referred to Committee on												
	Reported back with recommendation that												
	Read second time and												
	Read third time and												
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Yeas	Yeas												
Nays	Nays												
Absent	Absent												
Excused	Excused												
	Reported correctly engrossed												
	Signed by President												
	Returned to House												
SECRETARY OF THE SENATE													

HISTORY IN THE HOUSE

19	Received from Senate
	Reported correctly enrolled
	Sent to Governor
 By Governor
	Filed with Lt. Governor
	Chapter No.

Credit agnst. Ak. net inc. tax

Introduced in the House ...3/3/...19...75

Introduced: 3/3/75
Referred: State Affairs and
Finance

1 IN THE HOUSE

BY MALONE, PARKER AND BUCHHOLDT

2 HOUSE BILL NO. 240

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

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The Legislature of the State of Alaska
FISCAL NOTE

First Session - Ninth Legislature

I. REQUEST

Bill No. House Bill No. 240 local elections
 Title: Authorizing a credit against Alaska net income tax to voters in state or
 Requested by: House State Affairs Committee Date: 3-21-75
 Return Date Requested: 3-21-75
 Agency: Revenue Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: _____

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 75	FY 76	FY 77	FY 78	FY 79	FY 80
100 PERSONAL SERVICES	-0-	-0-	-0-	-0-	-0-	-0-
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	0 /	0 /	0 /	0 /	0 /	0 /
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

See attached schedule from Darrell D. Knox, Operations Supervisor II, Department of Revenue concerning net loss to Treasury relative to tax credits permitted under House Bill No. 240, and copy of letter dated March 10, 1975 to the Honorable William Parker from R. D. Stevenson, Special Assistant, Department of Revenue.

IV. ATTACHMENTS

See above

V. DATE: March 21, 1975

PREPARED BY: _____

R. D. Stevenson
 R. D. Stevenson
 Special Assistant

Original: Legislative Finance
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

STATE OF ALASKA

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

POUCH S—JUNEAU 99801

JAY S. HAMMOND, Governor

March 10, 1975

The Honorable William Parker
Chairman
House State Affairs Committee
Alaska State Legislature
State Capitol
Juneau, Alaska 99811

Dear Mr. Parker:

re House Bill No. 240

House Bill No. 240, an Act authorizing a credit against Alaska Net Income Tax to voters in state or local elections was introduced on March 3, 1975 and was referred to the House State Affairs and Finance Committees.

For the information of your committee, I am enclosing a copy of a memorandum dated March 7, 1975 from Darrell D. Knox, Operations Supervisor, Audit Division of the Department of Revenue disclosing effect on Treasury for the fiscal years 1976 through 1980 and indicating problems of administration.

If you or any of the members of the State Affairs Committee have any questions on the material submitted please contact the writer at 465-2397 and I will contact Darrell D. Knox of the Department of Revenue to appear for a Committee hearing.

Very truly yours,



R. D. Stevenson
Special Assistant

RDS:sp
Enclosure

cc The Honorable Hugh Malone
Chairman
House Finance Committee

Darrell D. Knox
Operations Supervisor
Department of Revenue

MEMORANDUM

State of Alaska

TO: R. D. Stevenson
Assistant to Commissioner
Department of Revenue

DATE: March 7, 1975

FILE NO:

TELEPHONE NO:

FROM: Darrell D. Knox *DDK*
Operations Supervisor II
Audit Division

SUBJECT: House Bill No. 240

The following data is submitted for your information concerning House Bill 240-- credit against Alaska net income tax to voters in state and local elections. The information was obtained from the results of the November 1974 State election which appears to be the heaviest voter turn out in recent years. By using this method our net loss to the Treasury is the most conservative.

I. Net Loss to Treasury

	<u>Fiscal Year</u>				
	<u>1976</u>	<u>1977</u>	<u>1978</u>	<u>1979</u>	<u>1980</u>
No. of taxpayers	193,970	198,130	196,080	203,820	210,370
Conversion Factor to determine Eligible voters	<u>x 97%</u>	<u>x 97%</u>	<u>x 97%</u>	<u>x 97%</u>	<u>x 97%</u>
No. of eligible voters	188,150	192,190	190,200	197,700	204,060
Percentage who will probably vote	<u>x 62%</u>	<u>x 62%</u>	<u>x 62%</u>	<u>x 62%</u>	<u>x 62%</u>
No. of taxpayers who will avail themselves of the tax credit	116,650	119,160	117,920	122,580	126,520
Tax credit	<u>x \$10</u>	<u>x \$10</u>	<u>x \$10</u>	<u>x \$10</u>	<u>x \$10</u>
Net loss to Treasury	<u>\$1,166,500</u>	<u>\$1,191,600</u>	<u>\$1,179,200</u>	<u>\$1,225,800</u>	<u>\$1,265,200</u>

II. Administrative and Other Problems

The administrative problems are minimal as this area will be controlled by proper audit procedures presently being utilized within our Division. However, taxpayers must be properly informed of the records needed to justify the claiming of this tax audit.

If I can be of further assistance in this matter, please call.

DDK/bjm