

Introduced: 2/26/76
Referred: Commerce and
Finance

1 IN THE HOUSE

BY THE COMMERCE COMMITTEE

2 HOUSE BILL NO. 844

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act increasing the license fee for financial
institutions; and providing for an effective date."

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

* Section 1. AS 43.70.030(b) is amended to read:

10 (b) The license fee for each national bank and state bank, trust
11 company and savings and loan association is nine [SEVEN] per cent of its
12 net income. Net income means the taxable income of each taxpayer before
13 net operating loss deduction and special deductions, computed as re-
14 quired under the Internal Revenue Code of the United States and includes
15 all other income including income from federal, state or municipal
16 obligations. Each of these taxpayers required to make a return under
17 the provisions of the Internal Revenue Code shall at the same time file
18 with the department a return setting out the amount of tax due under
19 this chapter, and other information for the purpose of carrying out
20 the provisions of this chapter which the department requires. Each of
21 these taxpayers shall also at the same time file a true and correct
22 copy of the tax return which he has filed with the Internal Revenue
23 Service. Every taxpayer shall notify the department in writing of any
24 alteration in, or modification of his federal income tax return and of
25 a recomputation of tax or determination of deficiency.

26 * Sec. 2. This Act is retroactive to January 1, 1976 and relates only
27 to income earned or received after December 31, 1975.

28 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
29 070(c).

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THE LEGISLATURE OF THE STATE OF ALASKA
FISCAL NOTE
 Second Session - Ninth Legislature

I. REQUEST

Bill No. House Bill No. 844
 Title: An act increasing the license fee for financial institutions
 Requested by: R. D. Stevenson Date: February 27, 1976
 Return Date Requested: March 5, 1976
 Agency: Department of Revenue Program: _____

II. FISCAL DETAIL

Budget Request Unit(s) Affected: None

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 76	FY 77	FY 78	FY 79	FY 80	FY 81
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	None	None	None	None	None	None

B. FUNDING: (Thousands of dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						

C. POSITIONS: None

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

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

N/A

IV. ATTACHMENTS see memorandum attached dated March 8, 1976.

V. DATE: 3-8-76 PREPARED BY: Gary L. Jenkins

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

Gary L. Jenkins
 Director
 Audit Division

MEMORANDUM

State of Alaska

TO: R. D. Stevenson
Special Assistant

DATE: March 9, 1976

FILE NO:

TELEPHONE NO:

FROM: Gary L. Jenkins
Director
Audit Division

SUBJECT: House Bill No. 844

This bill would increase the business license tax on banks and other financial institutions from 7 percent to 9 percent. Based on the 1974 returns, this would have generated an increase in the amount of tax paid by banks of \$231,849. The amount paid by banks for that year at the 7 percent rate was \$811,472.

Since this tax is on the net income of the financial institutions, it is very difficult to predict an exact income increase in the future. There would be no additional cost of administration of the program.

GLJ:lc

"An Act increasing the license fee for financial institutions; and providing for an effective date."

COMMITTEE REPORT

HOUSE

4/5/76

Mr. Speaker:

Date _____

The Committee on FINANCE has had HB 844

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 increasing the license fee for financial institutions; and providing for an effective date."

COMMITTEE REPORT

HOUSE

2/26/76

FINANCE

Mr. Speaker:

Date 4/5/76

The Committee on COMMERCE has had HB 844

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"

Members signing the Majority report:

① L. Bradley Do Pass

Joe McFerson Do Pass

Members NOT concurring in the Majority report:

② R. Kelley recommends: Do not Pass

John Foster recommends: Do not pass

Robbie recommends: Do not pass

③ Wes Rudd recommends: no rec.

④ _____ recommends: Do Not Pass

L. Bradley Chairman

2250
Hampshire

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COMMITTEE COPY

ALASKA STATE LEGISLATURE

NINTH Legislature SECOND Session

HOUSE BILL NO. 844

By COMMERCE COMMITTEE

"An Act increasing the license fee for financial institutions and providing for an effective date."

Financial institutions/license fee

Introduced in the House 2/26, 1976.

HISTORY IN THE HOUSE

1976 Feb 26	Read first time and referred to Committee on Commerce 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> <p style="text-align: center;">Reconsideration</p> <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> Reported correctly engrossed Signed by Speaker Sent to Senate	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
PASS	Effective Date																				
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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 <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> <p style="text-align: center;">Reconsideration</p> <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> Reported correctly engrossed Signed by President Returned to House	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused
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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.
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