

HB

210

HB 210

Tape #

10

Date

3/6

"An Act relating to the Alaska business license tax; and providing for an effective date."

COMMITTEE REPORT

2/26/75

HOUSE

FINANCE

Mr. Speaker:

Date _____

The Committee on Commerce has had HB 210

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:

<u>[Signature]</u>	_____	_____
<u>[Signature]</u>	_____	_____
<u>[Signature]</u>	_____	_____
<u>[Signature]</u>	_____	_____

Members NOT concurring in the Majority report:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

[Signature] Chairman

MEMORANDUM

State of Alaska

TO: R. D. Stevenson, Special Asst.
Office of the Commissioner
Department of Revenue

DATE: March 5, 1975

FILE NO:

TELEPHONE NO:

FROM: Frederick P. Boetsch *fpb*
Deputy Commissioner
Department of Revenue

SUBJECT: House Bill 210

This bill arises from an administrative problem which banks have with respect to meeting their obligations under the Alaska Business License Act. Under that Act banks are taxable on 7% of their taxable income as determined for federal income tax purposes with some adjustments. Our Business License tax is due on February 28 but banks typically do not file federal income tax returns until much later. Therefore, the basis upon which our tax is assessed is really not determined until after the due date of the return. This forces banks to file estimates with us and then amended returns at a later date and causes them, as well as ourselves, unnecessary administrative headaches.

This bill would simply change the date for filing the bank tax return to the same date required for federal income tax returns, thereby eliminating unnecessary administrative burdens for us and for them.

This bill would have no effect on Treasury and there are no administrative costs connected with it.

FPB:lw