

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 526 (L&C)
 Title An Act repealing portions of electric & phone coop tax and coin-operated & game dev-
 Requested by House Finance Committee Date May 14, 1981 ices

II. FISCAL DETAIL

Agency Affected Department of Revenue
 Program Category Affected Revenue Collection And Management
 BRU, Program, or Subprogram(s) Affected Audit Division
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars) -NONE

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars) -NONE

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

-NONE

FULL TIME						
PART TIME						
TEMPORARY						

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

IV. DATE May 1, 1981

PREPARED BY Gary L. Jenkins

AGENCY Audit Division

PHONE 465-2320

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 526 (L & C)

Title Relating to Taxes, Repealing a Portion of the Electric & Telephone Cooperative

Requested by Tax & the Coin-operated Amusement & Gaming Devices Date 5-14-81

Tax, & Continuing Certain Tax Exemptions under the Electric & Telephone Cooperative Tax.

Requested by House Finance Committee.

II. FISCAL DETAIL

Agency Affected _____ Revenue _____

Program Category Affected _____ General Government _____

BRU, Program, or Subprogram(s) Affected Administration & Support, Management Services

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL	0	0	0	0	0	0

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The administrative effect of repeal of the Electric/Telephone Cooperative Tax is about 17 man hours per year (for \$200 per year). These hours are used by four different employees in performing the mail-out, posting, research, balancing, voucher preparation, filing, and warrant mail-out associated with the annual sharing from this program.

The administrative effect of repeal of the Coin-operated and Amusement and Gaming Device Tax is about 50 man hours per year (for \$545 per year). These hours are used by four different employees in performing the functions described above which are required for the semi-annual sharing of receipts from this program.

There is no meaningful reduction in administrative costs due to repeal.

IV. DATE 5-28-81

PREPARED BY _____

Phillip A. Wall
Phillip A. Wall

AGENCY _____

Revenue

Original: Legislative Finance

PHONE _____

465-2313

cc: Budget and Management

Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. CSHB 526 (L & C)

Title An Act relating to taxes.

Requested by House Finance Committee

Date May 26, 1981

II. FISCAL DETAIL

Agency Affected Department of Revenue

Program Category Affected _____

BRU, Program, or Subprogram(s) Affected _____

(Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars)

GENERAL FUND	(50)	(1300)	(1400)	(1500)	(1600)	
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The FY 81 figure of \$50 thousand is for approximately one-half of the year's estimated collections for the amusement and gaming devices tax. Subsequent years indicate an approximate revenue loss of \$100 thousand per year due to repeal of AS 43.35. Qualified municipalities share 50 percent of the gross revenues collected.

It is assumed that the 1980 tax levied per AS 10.25.550 will still be payable in early 1981; therefore, no relief from the repeal of the electric and telephone cooperative tax would be evident until FY 82. The electric and telephone cooperative tax is 100 percent shared, less collection costs, to qualified municipalities.

Robert W. Elliott

IV. DATE May 26, 1981

PREPARED BY Robert W. Elliott

AGENCY Revenue

PHONE 465-2309

Original: Legislative Finance

cc: Budget and Management

Prime Sponsor (First Legislator Named)

HB 526

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 526
 Title An Act repealing the electric and telephone cooperative tax
 Requested by House Labor & Commerce Committee Date April 26, 1981

II. FISCAL DETAIL

Agency Affected Department of Revenue
 Program Category Affected Revenue Collection and Management
 BRU, Program, or Subprogram(s) Affected Audit Division
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars) NONE

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						

TOTAL

FUNDING (Thousands of Dollars) NONE

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS NONE

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
FULL TIME						
PART TIME						
TEMPORARY						

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

The organizations affected by this bill would no longer be required to file a return under AS 10.25, however, they would be required to file a copy of their Forms 990 & 990 T, which they are required to file with the Internal Revenue Service. Thus, the number of returns which would be processed by this division will remain unchanged.

IV. DATE April 27, 1981 PREPARED BY Gary I. Jenkins
 AGENCY Audit Division
 Original: Legislative Finance PHONE 465-2320
 cc: Budget and Management
 Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. HB 526
 Title Repealing the Electric/Telephone Cooperative Tax & Coin-Operated/Amusement & Gaming Device Tax
 Requested by House Labor & Commerce Committee Date 4-26-81

II. FISCAL DETAIL

Agency Affected _____ Revenue _____
 Program Category Affected _____ General Government _____
 BRU, Program, or Subprogram(s) Affected Administrative & Support, Management Services
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL		Ø	Ø	Ø	Ø	Ø

FUNDING (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The administrative effect of repeal of the Electric/Telephone Cooperative Tax is about 17 man hours per year (for \$200 per year). These hours are used by four different employees in performing the mail-out, posting, research, balancing, voucher preparation, filing, and warrant mail-out associated with the annual sharing from this program.

The administrative effect of repeal of the Coin-operated and Amusement and Gaming Device Tax is about 50 man hours per year (for \$545 per year). These hours are used by four different employees in performing the functions described above which are required for the semi-annual sharing of receipts from this program.

There is no meaningful reduction in administrative costs assigned with repeal.

IV. DATE May 5, 1981 PREPARED BY Philip A. Wall *by Hazel J. Nowlin*
 AGENCY Revenue
 PHONE 465-2313
 Original: Legislative Finance
 cc: Budget and Management
Prime Sponsor (First Legislator Named)

THE LEGISLATURE OF THE STATE OF ALASKA
TWELFTH LEGISLATURE

FISCAL NOTE

I. REQUEST

Bill/Resolution No. House Bill 525
 Title Act repealing the electric and telephone tax and the amusement and gaming tax.
 Requested by House Labor and Commerce Committee Date April 28, 1981

II. FISCAL DETAIL

Agency Affected _____
 Program Category Affected _____
 BRU, Program, or Subprogram(s) Affected _____
 (Note: If more than one budget component is affected, separate line-item amounts and funding for each component in the analysis section.)

EXPENDITURES (Thousands of Dollars)

	FY 81	FY 82	FY 83	FY 84	FY 85	FY 86
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.						
TOTAL						

FUNDING (Thousands of Dollars)

GENERAL FUND	-0-	(50)	(1400)	(1500)	(1600)	
FEDERAL FUNDS						
OTHER (Specify Fund Source)						

POSITIONS

FULL TIME						
PART TIME						
TEMPORARY						

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

The FY 82 figure of \$50 thousand is for approximately one half of the year's estimated collections for the amusement and gaming devices tax. Subsequent years show an approximate revenue loss of \$100 thousand per year due to a repeal of AS 43.35.

It is assumed that the 1981 tax levied due to AS 10.25 will still be payable in early 1982 and therefore, no relief from the telephone and electric co-op tax would be evident until FY 1983.

IV. DATE April 28, 1981 PREPARED BY William H. Yankee *Bill Yankee*
 AGENCY Revenue (Research)
 PHONE 465-2173
 Original: Legislative Finance
 cc: Budget and Management
Prime Sponsor (First Legislator Named)

Original sponsors: Rogers, Buchholdt,
Randolph and Halford

Offered: 5/13/81
Referred: Finance

1 IN THE HOUSE

BY THE LABOR AND
COMMERCE COMMITTEE

2 CS FOR HOUSE BILL NO. 526 (L&C)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to taxes, repealing a portion of the
7 electric and telephone cooperative tax and the coin-
8 operated amusement and gaming devices tax, and continu-
9 ing certain tax exemptions under the electric and
10 telephone cooperative tax; and providing for an effec-
11 tive date."

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

13 * Section 1. AS 10.25.540(b) is repealed and reenacted to read:

14 (b) An electric or telephone cooperative is exempt from state
15 income taxes levied under AS 43.20 and from municipal property and
16 sales taxes levied under AS 29.53.010 - 29.53.460.

17 * Sec. 2. AS 10.25.550 - 10.25.570 and AS 43.35.010 - 43.35.090 are
18 repealed.

19 * Sec. 3. This Act is retroactive to January 1, 1981, and applies to tax
20 years beginning after December 31, 1980.

21 * Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
22 070(c).

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Introduced: 4/24/81
Referred: Labor & Commerce and
Finance

1 IN THE HOUSE

BY ROGERS, BUCHHOLDT, RANDOLPH
AND HALFORD

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HOUSE BILL NO. 526

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWELFTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act repealing the electric and telephone coopera-
tive tax and the coin-operated amusement and gaming
devices tax; and providing for an effective date."

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

* Section 1. AS 10.25.540 - 10.25.570 and AS 43.35.010 - 43.35.090 are
repealed.

* Sec. 2. This Act takes effect January 1, 1982.

COMMITTEE REPORT
HOUSE

5/13

4/24/81

FURTHER: FINANCE

(5)

Date: _____

Mr. Speaker:

The Committee on LABOR & COMMERCE has had HB 526

"An Act repealing the electric and telephone cooperative tax and the coin-operated amusement and gaming devices tax; and providing for an effective date."

under consideration and reports it back as follows:

~~[]~~

do pass

[]

do not pass

[] do pass with attached amendments(s)

[] replace with CS for HB 526 / L & C

same title
 new title

and recommends DO PASS

[] AND attaches a "Letter of Intent" [] New Fiscal Note

[] reports it back without recommendation

[] referred to the _____ Committee

MEMBERS SIGNING

DO PASS

Vernon Schulze
John Smith
Terry Martin
Tony Anderson

MEMBERS HAVING

OTHER RECOMMENDATIONS:

Vernon Schulze
CHAIRMAN

Chenoweth
12-1459

Original sponsors: Rogers, Suchholdt,
Randolph and Halford

Offered: 5/13/61
Referred: Finance

BY THE LABOR AND
COMMERCE COMMITTEE

1 IN THE HOUSE

2 CS FOR HOUSE BILL NO. 526 (L&C)

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to taxes, repealing a portion of the
7 electric and telephone cooperative tax and the coin-
8 operated amusement and gaming devices tax, and continu-
9 ing certain tax exemptions under the electric and
10 telephone cooperative tax; and providing for an effec-
11 tive date."

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

13 * Section 1. AS 10.25.540(b) is repealed and reenacted to read:

14 (b) An electric or telephone cooperative is exempt from state
15 income taxes levied under AS 43.20 and from municipal property and
16 sales taxes levied under AS 29.53.010 - 29.53.460.

17 * Sec. 2. AS 10.25.550 - 10.25.570 and AS 43.35.010 - 43.35.090 are
18 repealed.

19 * Sec. 3. This Act is retroactive to January 1, 1981, and applies to tax
20 years beginning after December 31, 1980.

21 * Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-
22 070(c).

Berry
12-1459

Introduced: 4/24/81
Referred: Labor & Commerce and
Finance

1 IN THE HOUSE

BY ROBERS, BUCHHOLDT, RANDOLPH
AND HALFORD

2 HOUSE BILL NO. 526

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 TWELFTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act repealing the electric and telephone coopera-
7 tive tax and the coin-operated amusement and gaming
8 devices tax; and providing for an effective date."

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

10 * Section 1. AS 10.25.540 - 10.25.570 and AS 43.35.010 - 43.35.090 are
11 repealed.

12 * Sec. 2. This Act takes effect January 1, 1982.
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ALASKA STATE LEGISLATURE

TWELFTH Legislature FIRST Session

HOUSE BILL NO. 526

By ROGERS, BUCHHOLDE, RANDOLPH,
AND HALFORD

"An Act repealing the electric and telephone cooperative tax and the coin-operated amusement and gaming devices tax; and providing for an effective date."

Repeal./electric telephone cooperative tax, etc

Introduced in the House 4/24, 1981

HISTORY IN THE HOUSE

19 81

Apr 24

Read first time and referred to Committee on Labor & Commerce and Finance
Reported back with recommendation that

Read second time and

Read third time and

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

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

PASS	Effective Date
Yeas	Yeas
Nays	Nays
Absent	Absent
Excused	Excused

Reconsideration

PASS	Effective Date
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

Concurred in Senate amendment thus adopting:
VOTE

Failed to concur in Senate amendment; asked Senate to recede
VOTE

Senate receded from amendment
VOTE

Senate failed to recede from amendment
VOTE

CC appointed by House

CC appointed by Senate

CC adopted by House
VOTE

CC adopted by Senate
VOTE

To enrolling
Reported correctly enrolled
Sent to Governor

..... by Governor

Filed with Lt. Governor

Chapter No.