



LAWS OF ALASKA

1975

Source

Chapter No.

CSHB 208 (Finance) am S

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AN ACT

Relating to the Alaska net income tax deductions and credits; and providing for an effective date.

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

* Section 1. AS 43.20 is amended by adding a new section to read:

Sec. 43.20.036. FEDERAL TAX DEDUCTIONS AND CREDITS.

(a) For purposes of calculating the income tax payable under this chapter, the taxpayer may not apply as a credit against his tax liability the foreign tax credit allowed as to federal taxes under Internal Revenue Code sec. 33 (26 U.S.C. sec. 33).

(b) For purposes of calculating the income tax payable under this chapter, the taxpayer may apply as a credit against his tax liability the job development investment credit allowed as to federal taxes under Internal Revenue Code sec. 50 upon only the first \$500,000 of qualified investment put into use for each taxable year (26 U.S.C. sec. 50). This limitation does not apply to the amounts invested in equipment which meets the definition of a certified pollution control facility as defined under Internal Revenue Code sec. 169 (26 U.S.C. sec. 169) as in effect on the effective date of this Act except that the date specified in that section does not apply.

(c) For purposes of calculating the income tax payable under this chapter, the taxpayer may apply as an exemption from his tax liability the tax exemption for domestic international sales corporations under Internal Revenue Code sec. 991 (26 U.S.C. sec. 991), except those taxpayers who are engaged in the exportation of nonrenewable resources.

(d) For purposes of this chapter, the taxpayer may not

apply for a refund of 1974 individual income taxes under Internal Revenue Code sec. 6428 (26 U.S.C. sec. 6428).

(e) For purposes of calculating the income tax payable under this chapter, the taxpayer may not apply as a credit against his tax liability the credit for personal exemptions under Internal Revenue Code sec. 42 (26 U.S.C. sec. 42).

(f) For purposes of calculating the income tax payable under this chapter, the taxpayer may not apply as a credit against his tax liability the credit for earned income under Internal Revenue Code sec. 43 (26 U.S.C. sec. 43).

(g) For purposes of calculating the tax payable under this chapter, the taxpayer may not apply as a credit against his tax liability the credit for purchase of new principal residence under Internal Revenue Code sec. 44 (26 U.S.C. sec. 44).

* Sec. 2. This Act is retroactive to January 1, 1975, and relates only to income earned and received after December 31, 1974.

* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.070(c).