

CS FOR HOUSE BILL NO. 109(W&M)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-THIRD LEGISLATURE - SECOND SESSION

BY THE HOUSE SPECIAL COMMITTEE ON WAYS AND MEANS

Offered: 4/17/24

Referred: Finance

Sponsor(s): REPRESENTATIVE CARPENTER

A BILL

FOR AN ACT ENTITLED

1 "An Act reducing the corporate net income tax rate; and providing for an effective
2 date."

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

4 * **Section 1.** AS 43.20.011(e) is amended to read:

5 (e) There is imposed for each taxable year on [UPON] the entire taxable
6 income of every corporation derived from sources within the state a tax computed as
7 follows:

8	If the taxable income is:	Then the tax is:
9	Less than \$25,000	zero
10	\$25,000 <u>or more</u> [BUT LESS THAN	2 percent of the taxable income
11	\$49,000]	over \$25,000
12	[\$49,000 BUT LESS THAN \$74,000	\$480 PLUS 3 PERCENT OF
13		THE TAXABLE INCOME
14		OVER \$49,000

1	\$74,000 BUT LESS THAN \$99,000	\$1,230 PLUS 4 PERCENT OF
2		THE TAXABLE INCOME
3		OVER \$74,000
4	\$99,000 BUT LESS THAN \$124,000	\$2,230 PLUS 5 PERCENT OF
5		THE TAXABLE INCOME
6		OVER \$99,000
7	\$124,000 BUT LESS THAN \$148,000	\$3,480 PLUS 6 PERCENT OF
8		THE TAXABLE INCOME
9		OVER \$124,000
10	\$148,000 BUT LESS THAN \$173,000	\$4,920 PLUS 7 PERCENT OF
11		THE TAXABLE INCOME
12		OVER \$148,000
13	\$173,000 BUT LESS THAN \$198,000	\$6,670 PLUS 8 PERCENT OF
14		THE TAXABLE INCOME
15		OVER \$173,000
16	\$198,000 BUT LESS THAN \$222,000	\$8,670 PLUS 9 PERCENT OF
17		THE TAXABLE INCOME
18		OVER \$198,000
19	\$222,000 OR MORE	\$10,830 PLUS 9.4 PERCENT OF
20		THE TAXABLE INCOME
21		OVER \$222,000].

22 * **Sec. 2.** The uncodified law of the State of Alaska is amended by adding a new section to
23 read:

24 APPLICABILITY. AS 43.20.011(e), as amended by sec. 1 of this Act, applies to a
25 taxpayer that is filing a return for a tax year beginning on or after January 1, 2025.

26 * **Sec. 3.** This Act takes effect January 1, 2025.