SENATE BILL NO. 237

IN THE LEGISLATURE OF THE STATE OF ALASKA THIRTY-THIRD LEGISLATURE - SECOND SESSION

BY THE SENATE RULES COMMITTEE BY REQUEST OF THE GOVERNOR

Introduced: 2/19/24

10

11

Referred: Labor and Commerce, Finance

A BILL

FOR AN ACT ENTITLED

- "An Act establishing a corporate income tax credit for certain expenditures on child care services, utility rates, residential housing, and food security and availability; and providing for an effective date."
- 4 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. 43.20.022. Alaska affordability tax credit. (a) A taxpayer is allowed a credit against the tax due under this chapter for actual qualifying expenditures for
- 8 (1) employer-provided child care or qualified child care expenses paid by the 9 employee and reimbursed by the taxpayer;
 - (2) taxpayer contributions that reduce residential heating or electricity utility rates in the state;
- 12 (3) taxpayer contributions that reduce residential mortgage rates or reduce the costs of constructing energy efficient residential housing in the state; and
- 14 (4) taxpayer contributions that improve food security and affordability.

1	(b) The amount of the credit is 50 percent of the amount of actual qualifying
2	expenditures under (a) of this section.
3	(c) A contribution claimed as a credit under this section may not
4	(1) be the basis for a credit claimed under another provision of this
5	title; or
6	(2) also be allowed as a deduction under 26 U.S.C. against the tax
7	imposed by this chapter.
8	(d) The credit under this section may not reduce a person's tax liability under
9	this chapter by more than 50 percent for any tax year. An unused credit or portion of a
10	credit not used under this section for a tax year may not be sold, traded, transferred, or
11	applied in a prior or subsequent tax year.
12	(e) The department shall adopt regulations to implement this section, including
13	regulations that define "qualifying expenditures" for the purpose of this section.
14	* Sec. 2. This Act takes effect January 1, 2025.