

## **TAXATION OF COOPERATIVES**

### **AS 10.25.540**

Cooperatives under this chapter shall apply for a business license and pay the initial license fee as provided by the Alaska Business License Act, as amended. Before March 1 of each year, each telephone cooperative shall pay to the state, instead of state and local ad valorem, income and excise taxes which may be assessed or levied, a percentage of its gross revenue earned during the preceding calendar year.

## **AMOUNT OF ELECTRIC COOPERATIVE GROSS REVENUE TAX**

### **AS 10.25.555**

The electric cooperative gross revenue tax shall be computed as follows:

(1) one-fourth mill per kilowatt hour for cooperatives which have furnished electric energy and power to consumers for less than five years as of December 31 of the preceding calendar year;

(2) one-half mill per kilowatt hour for cooperatives which have furnished electric energy and power to consumers for five years or longer as of December 31 of the preceding calendar year.

(b) In this section, "mill" means one-tenth of one cent.

## **REFUND TO LOCAL GOVERNMENTS**

### **AS 10.25.570**

The proceeds of the electric cooperative gross revenue tax, less the amount expended by the state in its collection, shall be refunded to an organized borough or city of any class incorporated under state law, in the proportion that the revenue was earned within the city or borough area outside the city. Taxes collected on the sale of electricity by an electric cooperative outside a city or organized borough shall be retained by the state and deposited into its general fund.

State of Alaska  
 Department of Revenue  
 Tax Division  
 PO Box 110420  
 Juneau, AK 99811-0420

**State of Alaska**  
**Electric Cooperative**  
**Gross Revenue Tax Return**  
 AS 10.25.555

Due Date: Before the first day of March following the close of the taxable year.

Department Use Only - FSN
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Business Name	EIN or SSN	Calendar Year
Mailing Address	Telephone Number	Alaska Business License Number
City, State, Zip Code	Facsimile Number	Contact Person

**COMPUTATION OF TAX**

	(A) Number of Kilowatt Hours Sold	(B) Tax Rate	TAX Column (A) X (B)	DEPT USE ONLY
1. Cooperative furnishing service for less than five years as of December 31 .....		0.00025	\$	
2. Cooperative furnishing service for five years or longer as of December 31 .....		0.0005	\$	
3. TOTAL TAX DUE. Enter applicable amount here .....			\$	

**ALLOCATION SCHEDULE**

This section must be completed so that refunds to local governments can be made in accordance with AS 10.25.570

City or Borough in which Electricity Provided	Kilowatt Hours Sold	Applicable Tax Rate	Amount of Tax	DEPT USE ONLY
<b>TOTAL</b>				
If more space is needed for additional taxing authorities, attach a separate schedule and enter the total tax amount here .....				
TOTAL (must equal the amount on line 3 above) .....				

I declare under penalty of perjury that this return, including all accompanying schedules and statements, has been examined by me and to the best of my knowledge and belief is a true, correct and complete return.

Signature of Taxpayer	Title	Date
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