

105TH CONGRESS
2D SESSION

S. 1974

To amend the Internal Revenue Code of 1986 to exclude from gross income any Alaska Permanent Fund dividend received by a child under age 14.

IN THE SENATE OF THE UNITED STATES

APRIL 23, 1998

Mr. MURKOWSKI (for himself and Mr. STEVENS) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to exclude from gross income any Alaska Permanent Fund dividend received by a child under age 14.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. INCOME TAX EXCLUSION FOR ALASKA PERMA-**
4 **NENT FUND DIVIDENDS RECEIVED BY CHIL-**
5 **DREN UNDER AGE 14.**

6 (a) IN GENERAL.—Part III of subchapter B of chap-
7 ter 1 of the Internal Revenue Code of 1986 (relating to
8 items specifically excluded from gross income) is amended
9 by redesignating section 138 as section 139 and by insert-
10 ing after section 137 the following new section:

1 **“SEC. 138. ALASKA PERMANENT DIVIDENDS TO CHILDREN**2 **UNDER AGE 14.**

3 “Gross income shall not include any Alaska Perma-
4 nent Fund dividend received by an individual during a tax-
5 able year if the individual has not attained age 14 before
6 the close of the taxable year.”

7 (b) CONFORMING AMENDMENTS.—

8 (1) Section 1(g)(7)(A)(i) of the Internal Reve-
9 nue Code of 1986 is amended by striking “(includ-
10 ing Alaska permanent fund dividends)”.

11 (2) The table of sections for part III of sub-
12 chapter B of chapter 1 of such Code is amended by
13 striking the item relating to section 138 and insert-
14 ing:

“Sec. 138. Alaska Permanent Fund dividends to children under
age 14.

“Sec. 139. Cross references to other Acts.”

15 (c) EFFECTIVE DATE.—The amendments made by
16 this section shall apply to taxable years beginning after
17 December 31, 1997.

