

PROGRAM 3 – SHARED TAXES, ELECTRIC AND TELEPHONE COOPERATIVES DEPARTMENT OF REVENUE

I. PROGRAM OBJECTIVES

Electric and Telephone Cooperative Taxes are shared to organized boroughs or cities proportionally, where the revenue was earned, less the amount expended by the state in its collection. Payments are made to municipalities for any public purpose for which the municipality is legally authorized to expend funds.

II. PROGRAM PROCEDURES

The Tax Division of the Department of Revenue administers the Shared Taxes Program. Electric and Telephone Cooperative Taxes are shared annually based on information included on tax returns submitted by the taxpayer to the Department and payments received as of June 30. The communities are not required to make application for any of these sharings.

III. COMPLIANCE REQUIREMENTS AND SUGGESTED AUDIT PROCEDURES

There are no special compliance requirements or suggested audit procedures for this program.