HOUSE BILL NO. 92

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE DAVIS

Introduced: 2/10/99
Referred: Community and Regional Affairs, Finance

A BILL

FOR AN ACT ENTITLED

"An Act relating to municipal taxation of alcoholic beverages."

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

* Section 1. AS 04.21.010(c) is amended to read:

(c) A municipality may not impose taxes on alcoholic beverages except a

(1) property tax on alcoholic beverage inventories;

(2) sales tax on alcoholic beverage sales; a sales tax may be imposed

on alcoholic beverages even if other sales are not taxed, or, if other sales are

taxed, a sales tax on alcoholic beverages may be equal to, higher than, or lower

than a sales tax [IF SALES TAXES ARE] imposed on other sales within the

municipality; and

(3) [SALES TAX ON ALCOHOLIC BEVERAGE SALES THAT WAS

IN EFFECT BEFORE JULY 1, 1985; AND

(4)] sales and use tax on alcoholic beverages if the sale of alcoholic

beverages within the municipality has been prohibited under AS 04.11.491(a)(1), (4),

or (5).
* Sec. 2. AS 29.45.650(a) is amended to read:

(a) Except as provided in [AS 04.21.010(c) AND IN] (f) and (h) of this section, a borough may levy and collect a sales tax on sales, rents, and on services provided in the borough. The sales tax may apply to any or all of these sources. Exemptions may be granted by ordinance.