AN ACT

Relating to a borough sales tax exemption for a source that is taxed by a city in that borough.

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

THE ACT Follows ON PAGE 1
AN ACT

Relating to a borough sales tax exemption for a source that is taxed by a city in that borough.

* Section 1. AS 29.45.650(a) is amended to read:

(a) Except as provided in AS 04.21.010(c), AS 29.45.750, and in (f), (h), (i), and (j) of this section, a borough may levy and collect a sales tax on sales, rents, and services provided in the borough. The sales tax may apply to any or all of these sources. **Notwithstanding other statutes, exemptions** [EXEMPTIONS] may be granted by ordinance. **A borough may wholly or partially exempt a source from a borough sales tax that is taxed by a city in that borough under AS 29.45.700.**

* Sec. 2. Section 4, ch. 100, SLA 2002, as amended by sec. 9, ch. 117, SLA 2003, is repealed and reenacted to read:

Sec. 4. AS 29.45.650(a) is amended to read:

(a) Except as provided in AS 04.21.010(c), [AS 29.45.750,] and in (f), (h), (i),
and (j) of this section, a borough may levy and collect a sales tax on sales, rents, and
on services provided in the borough. Notwithstanding other statutes, exemptions may
be granted by ordinance. A borough may wholly or partially exempt a source from a
borough sales tax that is taxed by a city in that borough under AS 29.45.700.