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February 20, 2014

The Honorable Representative Peggy Wilson House Transportation Committee State Capitol Room 406 Juneau, Alaska 99801

Re: HB 314 Passenger Vehicle Rental Tax

Chairperson Wilson,

I am writing to you in support of House Bill 314.

MagTec Alaska, LLC services various businesses in the State of Alaska, providing rental equipment and support services to industry projects. Our main locations are Prudhoe Bay and the Kenai Peninsula.

We are supporting House Bill 314 because we feel that it clarifies the original intent of the vehicle tax. Currently, with the interpretation and enforcement of their interpretation of the rental vehicle tax by the Alaska Department of Revenue, it has created undo complications to our business processes, requiring us to implement manual procedures to determine what is and isn't taxable, as well as requiring us to collect this tax on long term rentals from our Alaskan businesses.

If this new bill is not passed, we feel that this will create unfair competitive advantages between Alaskan businesses in this heavily supported industry.

Thank you for your time and consideration of my comments regarding this House Bill 314. If you have any questions regarding my support, please contact me at 907-335-6305.

Best regards.

Sincerely yours,

Ryan A. Peterkin

President, MagTec Alaska, LLC

Cc: Representative Thompson