CS FOR HOUSE BILL NO. 314( )

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-EIGHTH LEGISLATURE - SECOND SESSION

BY

Offered:
Referred:

Sponsor(s): **REPRESENTATIVE THOMPSON**

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the passenger and recreational vehicle rental taxes; and providing**

2 **for an effective date."**

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

4   * **Section 1.** AS 43.52.010 is amended to read:

5   **Sec. 43.52.010. Levy of passenger and recreational vehicle rental tax.** There

6   is imposed an excise tax on the charge for the lease or rental of a passenger or

7   recreational vehicle in this state [IF THE LEASE OR RENTAL OF THE

8   PASSENGER VEHICLE DOES NOT EXCEED A PERIOD OF 90 CONSECUTIVE

9   DAYS].

10   * **Sec. 2.** AS 43.52.010 is amended by adding new subsections to read:

11   (b) A lease or rental is exempt from the tax imposed under (a) of this section if

12   (1) the initial lease or rental contract is for a period of 28 days or more;

13   (2) the initial lease or rental contract is in writing; and

14   (3) the lease or rental contract is not terminated before the expiration

1　　of 28 days.

2　　　　　(c) An extension of a lease or rental that is exempt under (b) of this section is

3　　exempt if the extension is agreed upon before the expiration of the initial 28-day lease

4　　or rental period and there is no break between the initial period and the period of the

5　　extension.

6　　*** Sec. 3.** AS 43.52.020 is amended to read:

7　　　　　**Sec. 43.52.020. Rate of [PASSENGER] vehicle rental tax.** The rate of the

8　　tax levied in AS 43.52.010 is

9　　　　　　　(1) 10 percent of the total fees and costs charged for the lease or rental

10　　of a [THE] passenger vehicle;

11　　　　　　　(2) three percent of the total fees and costs charged for the lease or

12　　rental of a recreational vehicle.

13　　*** Sec. 4.** AS 43.52.030 and 43.52.040 are repealed.

14　　*** Sec. 5.** This Act takes effect immediately under AS 01.10.070(c).