STATE CAPITOL PO Box 110001 Juneau, Alaska 99811-0001 907-465-3500 fax: 907-465-3532



550 West 7th Avenue #1700 Anchorage, Alaska 99501 907-269-7450 fax: 907-269-7463 www.gov.alaska.gov Governor@alaska.gov

January 14, 2011

The Honorable Mike Chenault Speaker of the House Alaska State Legislature State Capitol, Room 208 Juneau, AK 99801-1182

Dear Speaker Chenault,

Under the authority of Article III, Section 18, of the Alaska Constitution, I am transmitting a bill suspending the State motor fuel tax. In an effort to provide immediate, individual tax relief, I am proposing that the State motor fuel tax be suspended for a period of 24 months.

The actual amount of money saved by Alaskans will vary depending on the type of fuel being purchased; however, most consumers should save eight cents per gallon when fueling their vehicle, boat, or plane. Since many Alaskan communities face the highest energy costs in the nation, this relief is urgently needed. While suspending the motor fuel tax would provide a temporary reduction in the cost of motor fuel, action is necessary for long term solutions to high energy costs.

I urge your prompt and favorable action on the bill.

full

Sean Parnell Governor

Since

Enclosure